App. F. IX-4

Previous References.

1947-48
SD A

File No. A 79-47

Serial Nos. 1, 2, 3, 4
5.6.

Later References.

GENERAL AND REVENUE SECRETARIAT

Serial Nos. Six (6)

R 73 E Preserve

Part B for June 53

SUBJECT

Report on the accounts of Food Depot for the period ended 30-6-47.

Notesp — 25
Corresp — 45

To, The D.S

No.S. 8038/A 79-47-6 Dt. 20.4.48

Forwards a copy of the Collectors letter No. 15.3.48.

WD 015467—GPB—25,000—12-9-51

B. Navaratna Kumar
10.7.53

Report on the accounts of the Food Department for the period ending June 47

App. F. III-2

General and Revenue Secretariat

2373 / File No. 479 of 1947 (1)

Serial No.

Letter no Ss. 3095/Accts 7 10/11. 10. 1947 (received on 16. 10. 1947) from the Director of Food Supplies, forwarding a Report on the accounts and audit of the Food Supplies Department for the half-year ending 30. 6. 1947 and requesting sanction to write off the entire loss of Rs. 1,75,76,123-14-10 (mainly due to subsidy on foodgrains) in the accounts of 1946-47.

2) The salient points in the Audit report are as under:-

Purchases } Foodgrains worth Rs. 3,01,62,312-15-4 were purchased locally during the half-year ending 30. 6. 1947. Foreign purchases during this period amounted to Rs. 1,55,04,279-5-10.

Sales } The sale of foodgrains during the half-year amounted to Rs. 4,84,73023-12-2 as compared with Rs. 5,64,87,346-1-10 in the previous half-year. There were no instances of

NOTE- Contn. Sheet

credit sales during the half-year (ending 30.6.47) to private parties except in the case of fuel and charcoal transactions in Bangalore city. and even in regard to this item instructions have been issued to effect recoveries and to stop the procedure of credit sales in future.

Closing stock: The closing stock as at the end of June '47 amounted to Rs. 1,80,08,677-2-9. The closing stock of second hand gunnies was Nos. 72,766 (cost Rs. 1283493-4) though a better use of the existing heavy stock of second hand gunnies is being insisted, fresh gunnies were purchased during the half-year to the extent of Rs. 2,35,566-11-0. Proper utilisation of the existing stock of gunnies before fresh purchases is necessary.

Shortages: The shortages under the several Commodities, borne in transit and storage aggregate Rs. 2,94,492-8-0 which is to total sales of Rs. 2,94,492-8-0 works out to .74% as against .58% in the previous half-year.

Losses: There were 153 losses

Serial No.

at the end of the half year under review Control of the Food Deptt. Over 60 of these lorries were not working as they were in need of heavy repairs and 36 nos lorries were sold in public auction recently fetching a net sum of Rs. 1,33626 -:-:- Which is a good realisation. It is desirable that the other nos lorries are also disposed of quickly so as to realise equally good values now fetched. Statement VII appended to the Audit report shows that the proportion of nos lorries is very high, the average mileage per day per working lorry is small and the cost of running per mile is high. Very early action is therefore required to hand over the entire transport work to private agency so as to avoid further loss.

Financial results of working

The financi

NOTE- Contn. Sheet

(4)

Serial No.

Result of the working of food operations during the half year is a loss of Rs. 25,56,093-15-0 and including the loss of Rs. ~~1,000~~ 1,50,020-119-15-10 in the previous half year the total loss for the year 1946-47 is Rs. 1,75,71,123-14-10

Standardised accounts } There was a small loss of Rs. 3425-7-6 during the half year. There is however an up-to-date profit of Rs. 1,18,488-10-1 on account of standard cloth transactions besides Rs. 3,91,624-9-6 as the Mysore Govt share of surplus in the pool account of the Govt of India.

Accounts of districts and other sub offices } There is considerable delay in the submission of the accounts by the subordinate offices and even in the accounts received, the cash and stock portions are not completely reconciled. As heavy amounts are involved, the importance of reconciliation and rendition of the returns cannot be overemphasised

Serial No.

done in similar cases in previous years (x). This proposal is for orders in consultation with the Financial Secretary.

3) The audit report for the previous half year ending 31.12.1946 is forwarded hereto.

Flag M
Vide C.O. No. Lb. 4247-49.
A 79-61-8 of 26.11.1946

By no 7788

Yes

4) Would the write off be a Council matter?

20/x Th 21/10

SFS 21/10

5) The subject write off has not been included in the Council Schedule. Such cases have not been treated as Council matter previously.

Vide Appendix C - Page 132 of Govt Brown rules copy put up.

Yes

21/x Th 21/10

6) The report on the account and audit of the Food Deptt for the half year ending 30-6-47 as prepared by the A & A.O is for perusal. It gives a fairly clear picture of the accounts position. If approved a Review will be put up as done on previous occasions incorporating the following Comments, and such the Comment to be made by the Financial Secretary and by Govt.

@ It is not clear why the Standard Cloth account has not yet been

NOTE- Contn. Sheet

Serial No.

wound up, although ordered by Govt to do so. The same should be done at least now, if not already done by now

(b) Three crores 3 rupees have to be paid for supplies made mainly by the Govt of India. One and half crores have since been paid, but we have been receiving frequent reminders for payment of the balance. The DFs will be requested to see that this balance is paid as soon as possible after getting the necessary stock verification reports ~~of~~ from them

(c). A happy feature is that the foreign purchases have dropped from Rs 5,09,55,128-12-9 to Rs 1,55,04,319-5-10. Intensive local procurement can alone help in stopping this drain of our resources.

(d). The balance under Credit sale is Rs 92,70,742-1-11. This is a large amount and energetic action has to be taken by the DFs to get this money from the foreign administration. A classified list showing the amount due from each foreign administration may be sent to Govt so that we may address them from time to expedite the remittances of those heavy balances.

(e) Quite a large amount - Rs 41,92,571/4/11 is due from the Civil Station and a

WD 05238—GPB—15,000—8-1-47

Serial No.

D.O. letter will be put up to the Collector Civil Station directing him to take quick action to settle the account within a fortnight. This point had been observed by the First Secy previously also.

(c) Somehow or other and in spite of frequent directions by Govt, the action taken for the disposal of the second-hand gunnies is not satisfactory. It is not also clear whether a proper accounting of the Gunnies has been insisted upon in all the depot and whether the same has been verified by responsible Officers. The same Comment apply with reference to the stock Verification also. It does not appear that a thorough stock verification by responsible Offrs has been done on 30/6/47 and the actual stock verified against those entered in the books. Monthly stock verifications had been insisted upon in the Past - and in fact a direction had been given by Govt that a certificate to that effect in the Salary bill should be made by the Offrs Concerned but it is not known how far and to what extent this is being carried out. The D.F.I will be requested to see that this procedure is insisted upon and that would prevent the recurrence of many common malpractices.

NOTE- Contn. Sheet

Serial No.

(f) The value of the total shortage is Rs 2,94,492-8-0. Although this is only 0.74% of the total sale, still it is a large amount and it is to be hoped that each individual case of shortage is examined and orders passed by competent authority for writing off or for accepting such shortage. It has been stated that consolidated shortage statements are still not being received from a majority of the units. This is a disquieting feature as it indicates non-maintenance on proper lines of basic accounts in the District & Taluk offices. The Food department has now been working for four years and it is high time that these accounts are maintained properly and effective action taken against officials who do not do so. The importance of proper maintenance of these basic accounts cannot be over-emphasized.

(g) 76 unserviceable lorries have been recently sold and it is to be expected that the other unserviceable ones are also sold soon. (Proposals from the DFs have been received a few days back) The statement IV shows that the proportion of sick lorries was very high and the average mileage per day per working lorry is small. The

WD 05233—GPB—15,000—8-1-47

Serial No.

Cannot be considered to be satisfactory features.

(h) The Dead loss for the year is Rs 1,75,76,123/- on which Rs 13 lakhs is the loss given on paddy and millet and the balance on the subsidy due to imported foodgrains.

(i) It is to be regretted, to observe that the action taken on the orders passed by Govt on previous report, is not appreciable prompt.

(j) There has been considerable delay in answering audit objections, and in recovering the amount objected to. Govt will be constrained to view this unsatisfactory feature with great disfavour as it indicates a lack of earnestness on the part of the officers. The DFS, will if called upon be requested to impress the paramount need of prompt attention to this particular aspect on the DCs, and also to report for disciplinary action the name of recalcitrant officers.

(k) The number of defalcations is large and it indicates, as rightly observed by the A & AG greater need for special vigilance on the part of the supervising officers over the depots in their charge.

NOTE- Contn. Sheet

12 Report on the [illegible] under [illegible]
and Supplies for the half year

File No. of 194 . | General and Revenue Secretariat

Serial No.

The DFS is requested for sanction of Government for incurring of the [illegible] of Rs 1,75,76,123/14/10 in the account of 46-47 there is a budget provision of Rs 1,70,00,000 and the DFS has suggested that late approval of the Legislature may be taken for the excess in 46-47. The proposal may be approved with financial concurrence

27.10.47

Minute for [illegible] the Hon'ble

The Hon'ble on duty to Bombay

[illegible] 2947

a) The loss during the year ending with 30-6-1947 is Rs. 1,75,76,123-14-10 of which Rs. 1,70,00,000 has been voted by the Legislative Council under the Major Head "32-B. Expenditure connected with War, Food Supplies Department. The net excess under the minor head Food Supplies Department is however stated to be Rs. 3,74,251-10-3 after taking into account Savings under other heads. The heavy loss is mainly due to subsidy on imported food grains and the major portion of this loss relates to the previous half year. Whatever may have been the conditions under which this loss had to be incurred it has to be admitted that our future revenues cannot bear such heavy burdens on account of Food Supply operations. The half yearly report

P.T.O.

WD 0228—GPB—15,000—8-1-47

for the period ending 30-6-1947 however gives some consolation on account of substantial improvement under local purchases and reduction under Foreign purchases. It is hoped that losses during 1947-48 would be kept up at a minimum level and there would be perhaps no need for such heavy subsidies. In addition to the loss of about 176 lakhs which our Revenues during 1946-47 have borne, there has also been an expenditure about 36 lakhs on account of Salaries, Establishment, travelling allowance, contingent and other charges relating to Food Supply Establishment. This amount is directly met out of our Revenues and does not enter the profit and loss accounts. As I have already observed in several files we must take early opportunity to reduce the salary and establishment charges in the Food Department to the minimum extent by retrenching superfluous and unnecessary posts.

(10) The loss of 1,75,76,123-14-10 may be adjusted and the net excess of Rs, 3,74,251-10-3 under the head "32-B. Expenditure connected with War - Food Supplies Department, will be explained in the Audit and Appropriation Report. As the Final Accounts of the State for the year 1946-47 have to be closed, the Comptroller has adjusted the above loss pending orders.

(11) Cash position. Out of a sum of about Rs. 3 crores due on account of foreign supplies, a sum of 1.50 crores has been paid to the Government of India out of the balance with the Director and the balance is still payable. I remember the administrative Secretary having addressed a letter to the Dominion Government regarding the payment of the balance on receipt of bills. That file may also be put up for the information of the Chief Minister.

H
LC 20-47-50
letter dt 27-9-47

(12) Sales. The balance under credit sales, viz., Rs.92.71 lakhs is very heavy. Immediate action has to be taken for the recovery of amounts due from foreign administrations

WD 61570—GTB—500 pads of 100 sheets each—4-46

P.T.O.

for the recovery of amounts due from foreign administrations and for supplies made to C. &. M. Station, K.G.F. Mining Companies and Government Departments.

(13) Closing Stock. I agree that if stock verification is done periodically by responsible officers, several mal-practices could be minimised. But I do not think this is actually carried out in practice. Though instructions were issued for a proper disposal of the heavy stock of second hand gunnies no appreciable action appears to have been taken. The explanation of the Director for the purchase of fresh gunnies to the extent of 2.37 lakhs although second hand gunnies were on heavy stock may be called for. He may be requested to intimate what steps are being taken to minimise losses on account of gunnies.

(14) Lorries. We have invested a substantial amount and it is necessary to see that these are not allowed to lie idle, giving room for pilferage of spare parts, etc., and to treat them as a scrap in the end. Such of the lorries as are not required may be disposed of immediately and to avoid heavy recurring charges on account of their maintenance, it is high time that the transport work is entrusted to private agencies.

(15) Local Audit. In view of the revision of scales the Public Service Commissioner should be able to spare suitable candidates. In any event this important work cannot be neglected in the interest of State Finances and has to be brought up to date. As the Food Department is only a temporary Department rules of recruitment will have to be relaxed to provide the necessary staff.

(16) Objections. The pendency of the objections is very heavy and the Director, Food Supplies, should arrange for the speedy disposal of audit notes fixing suitable responsibility on the officers.

(17) Defalcations. The number of defalcations is heavy and

RD. 2947 R

this shows laxity of supervision in many cases. From the statement of defalcations Annexure "A", I find that in many cases recoveries are either still pending or the Audit reports have not been answered. Unless immediate action is taken, the prospects of recovery would be remote. The Director of Food Supplies may issue necessary instructions so that these serious irregularities may be dealt with promptly and responsibility fixed either by enforcing departmental action or by recourse to Judicial proceedings.

18) The file may also be submitted to the Finance Minister.

OFFICE OF THE CHIEF MINISTER
No. 1435
Date 16.1.48

Food
~~Education~~ Secretary,)
with compliments.).

10/11/47

19) 14/11/47

OFFICE OF THE MINISTER FOR FINANCE & INDUSTRIES.
No. 572
Date 28.11.47

Chief Minister.
Minister for Finance

20) 14/11/47

OFFICE OF THE MINISTER FOR FINANCE & INDUSTRIES.
No. 1733
Date 4.12.48

21) The above notes refer to a number of points on which action is called for. There is no need to set them out afresh. By way of illustration I cited one or two points. Frequent directions have gone forth to see to the proper accounting of gunny bags. The situation has not improved in the least in spite of the directions. The case of lorries is the same. There are 61 spare lorries. Their exact condition is not clear. Statement VII shows only 17 lorries working. As against this 47 are shown. It is not clear whether they are working. It would be interesting to know how much petrol is being assigned

to West Cars. Information may be supplied early on the following points.

(i) The quantity of petrol taken by the Food Dept:- for the period

(ii) The number of vehicles for which petrol has been applied for.

(iii) the number of vehicles that worked at the centre and in the districts.

(iv) The actual quantity of petrol paid for & used during the period.

1735.

Steps should be taken to dispose of immediately the sick lorries & proposals may be sent up early.

2) The delays in answering audit objections & recovering the amounts objected to are another make. The longer the delay the less the chances of recovery.

3) Our food operations have made a terrible inroad into our resources. The heavy subsidies on foreign imports and the heavy salary & establishment charges have contributed towards this end. Unless early steps are taken to avoid the dependence on foreign imports and to get rid of ~~the~~ or cutting down the salary and establishment charges we will be in very difficult straits.

4) Steps may be taken as in para 7 for writing off the loss of Rs 1,75,76,123-14-0 in accounts of 46-47. Approval of the legislature may be taken for the excess over the budget provision of Rs 1,70,00,000/-

Std 9/2

10/2/48

WD 01570—GPB—600 pads of 100 sheets each—12-2-46

Ford

2373 Report on the accounts of the Ford Deptt for the year ending June 67

25) Hon. C-o sanctioning the write off of the loss is submitted for appl.

26) After issuing orders the file will, if approved be sent U.O. to D.T.S. for remarks after taking necessary action as per observations of the Financial Secretary and the Minister in paras 19-24 of note above.

Secy

11/2

27) Maybe approved

Secy
11/2

Read on 14/2

28)

29) Civil Cause No 2991 Civil Secy has agreed Draft Sharir submitted

Ford Secy

Secy
11/2/68

Secy
11/2

Accepts 14/2 Secy 16/2

30) Done

Dispatched 16/2

14

Do

Sue D.J.S.

Sue Comptr Mun Fd.

Sanctions the write off of the entire loss of Rs 1,25,76,123-14-10 in the a/cs of 1966-7

S.D.66S4-6.11.79-67-2 dt 13.2.68

17/2

(13) 2373 Re: Report on the accounts of the Food Dept for the period ending 30.6.1947

No S.D. 6214 17.2.48
U.O.A.Obs. 47

Memo.

31) Forwarded unofficially with Compliments to the Director of Food Supplies for favour of necessary action. Vide Para 26-28 Supra.

G.V.K. Rao
17/2
Har Secretary to Govt
Food Dept

17-2-1948

18 FEB 1948

U.O.211
18.2.48.
A/C

No. 5ऊ 2133/1 file

1st March 1948.

Returned with compliments.

Para 9. Regarding reduction of commitments on account of heavy subsidy on imported grains, it is expected that the subsidy on this account would be considerably reduced with the recent decontrol of millets, as it is under con-templation not to import the balance of millet allotments made to us. The possible reduction in subsidy may be estimated at about Rs.95 lakhs. With regard to reduction in establishment charges, consequent upon decontrol of millets retrenchment is already under way. The Deputy Commissioners of the millet Districts, viz., Bangalore, Chitaldrug, Tumkur and Kolar have already started disbanding their establishments retaining only the

minimum wherever necessary and that for as short a period as possible. There will thus be considerable reduction in the establishment charges also during the year.

Para 12. Sales. Out of Rs.92.71 lakhs under credit sales the following amounts were due from foreign administrations.

United Provinces. A sum of Rs.26,81,032-11-0 was due from U.P.Government towards the value of maize despatched from the State. The Deputy Accountant General (Food), New Delhi has written in his letter No.OP.I/11-1/2850 dated 5.2.48 that he would adjust this amount against amounts due to Government of India towards imported foodgrains.

Hyderabad. A sum of Rs.10,56,084-12-0 was due from Hyderabad Government towards maize supplies from the State. This sum has since been received from Hyderabad.

Indore. As against a sum of Rs.10,33,738-14-0 due from Indore a sum of Rs.7,50,000/- has since been received. The Indore Government has been addressed to remit the balance early. Action is being taken for recovery of amounts due from Civil and Military Station and other Government Departments.

Para 13. The emergent circumstances in which the purchase of fresh gunnies was necessary were reported to Government in this office letter No.Hl.C.3990/46 dated 29.1.47 whereupon the Government in their order No.SD.7233-35/A.210-46-2 dated 28th February 1947 sanctioned the purchase of only 2½ lakhs of new gunnies as against 5 lakhs recommended after they were satisfied that the purchase was unavoidable. There is therefore nothing more for the Director now to explain in this connection. The instructions of Government regarding the proper disposal of the stock of used gunnies have always been kept in view and the Deputy Commissioners have been repeatedly advised in this behalf through correspondence as well as during meetings, and the facts also brought to the notice of Government from time to time.

(20)

In view of the fact that millets have been entirely decontrolled and that decontrol of paddy also is in the offing, the only further action feasible is to dispose of unserviceable or superfluous gunnies as and when they accumulate.

Paras 14 and 21. Disposal of sick lorries to avoid further loss to Government.

Out of the 156 lorries (both running and sick) 66 sick lorries were disposed of in two public auctions in the months of August and December 1947, after obtaining sanction of Government thereto. A total sum of Rs.2,17,000 was realised as against a capital cost of Rs.4,37,799. This works out to about 45% of the investments which is considered as very good, as each of these lorries had done more than 40,000 miles.

Another auction is proposed to be held shortly after more sick lorries are collected by the Transport Officer after inspection of all the lorries working in the Districts. So far 8 of them have been collected, and 3 more are being brought from Mysore and 4 more from Bhadravathi and this gives 15 for the next auction. It is thus obvious that steps have been taken systematically to dispose of sick lorries.

Handing over the entire transport work to private agencies.

The question was considered several times at the meetings of Deputy Commissioners and it was proposed at one stage that transport work might be handed over to the Military G.P.T.Coy under formation. But the idea was dropped as the terms offered were not suitable. Even now the bulk of the transport work is being done through transport contractors and private commandeered lorries. Now that Government lorries are being disposed of, the number of vehicles with the Department will be reduced to the barest minimum that may be necessary as a reserve to safeguard food movements.

Issue of petrol to lorries.

(a) The total quantity of petrol taken by the

Food Department for the half year ending 30th June 1947 was 3,04,210 gallons. This includes issues to the Deputy Commissioners and to the Bangalore Fuel Supply & Transport Company but does not include petrol used by the Mysore Municipality and a small quantity used by the Rationing Officer at Kolar Gold Field. The Deputy Commissioners of Districts and the President, City Municipal Council look after their own lorry organisations and issue petrol on the basis that a lorry does 10 miles to a gallon on the average. These figures are not available here. The Transport Officer at headquarters issues petrol to the lorries under his control and furnishes a consolidated statement to the Auditor and Accounting Officer of petrol issued during the month. The average number of lorries that worked per day under the Transport Officer to carry food and fuel and the quantities of petrol issued are as follows:

	No.	Petrol.
January '47	13	1,433 gallons
February "	15	870 "
March "	16	1,686 "
April "	17	1,603 "
May "	19	1,697 "
June "	19	1,319 "

Para 15. Local Audit. The Public Service Commissioner had intimated that applications for vacant posts will be called for as soon as the results of the supplementary B.A., and B.Sc., Examinations were announced. Now that the results have been announced he has been requested to take early action. In the meanwhile the audit of closed depots will be given preference with the hands available.

Para 16. Instructions have time and again been issued to the Deputy Commissioners and Rationing Officers for the speedy disposal of audit notes and recovery of amounts objected to in audit. This will once again be emphasised and needful action taken.

Para 17. Needful instructions to deal promptly with cases of defalcations and recovery of amounts involved

(12) 2373 SD

Reports on the accounts of the ~~Food Deptt~~ for the period ended 30-6-1948

have been issued to all the officers concerned. They are once again being asked to pay special attention for the disposal of such cases on the departmental as well as on the judicial side.

Director of Food Supplies.

2/3/48

8/3

3/3/48

(Copies 77 & 78 of 1947 Annl reports for period ending June 1947 circulated for separate action)

33) Submitted for personal orders — Refer Paras 26-28.

4/3

34) Letters has to be put up as on previous occasions, as stated in para 6. Se draft

8/3.

35) Draft Govt. letter to Collector, Civil Stations also pursuing (Vide Paras 6 (d) of noted supra)

10/3 12/3

36) May be approved

12/3

37)

Food Secy

12/3/48

12/3

38)

Revd on 17/3.

Civil Comm^n no 3424

Civil Secy has not seen

Draft Govt letter submitted

17/3 19/3 (Civil Aff.)

(39)

Issued 19/3.

Issue 19.3.48

Report on the accounts of food dept.
2373 for the period ended 30.6.47 (29)

To. The D. F. S. in Mysore
D. Cs' of districts.

Comptr. } Bgre. Dis.

S. D. 6891-902/A79-47-3 dy 15.3.48
Records with certain observations.

To. The Collector, Civil Station.

S. D. 6890/A79-47-4 dy 15.3.48
requests him to take immediate action
to settle the account, within a fortnight
and send a report to Government.

Lrs A
on 22/3/48

Ref Letter no 589-C.48(FD)
dated 1.4.48 (received on 5.4.48)
from the Collector and Controller
of civil Supplies, Bangalore, furnishing
a reply in the matter

40) The collector states
that according to his accounts
only a balance of Rs. 55,563-0-3
is due to the Director of Food
Supplies, towards the cost of
food grains supplied to the civil
Station, Bangalore, up to end

2373/5938 Return showing economic q[illegible] for 29 epu — 30.6.47 (6 June 1947). The details for the outstanding balance are as under:-

		Rs. as. ps.
(1)	Supplementary bill for Bengal Rice	25490-4--
(2)	Cost of undelivered grain Dhale	6275-5-9
(3)	Cost of Maize	23,797-14-6
	Total	55,563-8-3

In this connection letter dated 1.4.48. the collectorate has also furnished explanatory notes in respect of the above three items.

41) Draft letter to D.T.S is submitted.

— Ref to Para 37.

13/4. 42) For approval

14/4

43) Food Secy

14/4/48

[illegible]

[illegible]

for words a copy of [illegible]

[illegible]

1

Report on the accounts of the Food Supply Dept. for the period ending 30.6.47

Letter no. C.S.:- ACCTS/47 dated 2nd April 1948, from the D.C. Mysore, forwarding a report of action taken re:- observations on the report of accounts of Food Supply Dept. for the period ending 30.6.47.

44) Submitted for perusal, with reference to paras 7 and 10, of Govt order dt. 15.3.48 recording the report on the accounts of the Food Supply Dept. for the period ending 30.6.47:-

1) re:- Lorries:- The D.C. Mandya has reported that the Govt. central depot officer has been instructed to send 5 sick lorries to Bangalore and dispense with the services of the concerned drivers and cleaners.

2) re:- local audit:- It is stated that the Assistant Auditor and Accounting officer Mysore circle has been requested to expedite the audit of Mandya District upto date. periodical progress reports are being sent to the Auditor & Accounting officer and his assistant.

For perusal of Minister this Secy.

27/4

Food Secy

28/4/48

7/5/48

29.4.48

Office of the Chief Minister
D.O.No. IV
29 APR 1948
No. 4159
Date 5.5.48

A 79-47-1(1)

C. F. No. 45]

GOVERNMENT OF MYSORE

Telegram / phone

No. SD/3095/Acts

Encls. 1 Report

SECRETARIAT SUPPLY 16 OCT 1947 2343

OFFICE OF
of the Director of Food Supplies,
Bangalore,

Date 10th October 1947.

To
SECRETARY
14 OCT 1947
FOOD & CIVIL SUPPLIES

The Secretary to Government,
Food Department, Bangalore.

Sir,

I have the honour to forward herewith a copy of the Report on the accounts and audit of the Food Supplies Department for the half year ending 30-6-47 prepared by the Auditor and Accounting - - Officer of the Food Supplies Department. It is seen therefrom that the loss on the Food Supply operations for the year 1946-47 is - - Rs. 1,75,76,123-14-10 and this is mainly accounted for by the subsidy on imported foodgrains. There is a Budget provision of Rs. - - - - 1,70,00,000-0-0 including the supplementary grant obtained in June 47 Session of the Legislative Council to meet this loss. The excess of Rs. 5,76,123-14-10 is mainly due to the additional quantities of food-grains actually imported and the actual prices charged for them. The net excess under the head '32 B. 3 Food Supply Department' is however only Rs. 3,74,251-10-3, as there is a corresponding savings in other - in other heads like establishment charges. The entire losses incurred in the previous years have been adjusted in the accounts of those - - years. I therefore request you to obtain sanction of Government to - write off the entire loss of Rs. 1,75,76,123-14-10 in the accounts of 1946-47. For the excess over the Budget grant, later approval of the Legislature may be taken as was done in the year 1945-46.

As the June Final accounts of the Comptroller are likely to -- be closed shortly, I request you to kindly communicate sanction for - write off very early. In the meanwhile, I am requesting the - - - - Comptroller to include this write off in his June 47 Final accounts before closing them.

I have the honour to be,
Sir,
Your most obedient servant,

Director of Food Supplies.

BTS.

Report on the Accounts and Audit of the Food Supplies Department for the half year ending June 1947.

I attach hereto the consolidated Cash Account (statement I), the Profit and Loss Account (statement II) for the half year ending June 1947 and the Balance Sheet (statement III) of the Food Supply operations as at end of 30-6-47. The cash transactions have been agreed with the Treasury figures. The Stock account has been agreed with the Cash account and transfers of stock from District to District also tallied. The figures as regards outstanding liabilities like Transport charges payable have been taken on the best information available after testing them with the quantities acquired or handled pending receipt of bills for Railway credit notes issued etc. As in the previous half year, the Standard Cloth Account has been separated from the Foodgrains Account. As there was still a stock balance of Standard Cloth worth Rs. 4,481-2-2 on hand on 30-6-47, it has not been possible to close the Standard Cloth account during the half year as ordered by Government.

THE CASH POSITION.

During the half year, an additional grant of Rupees one crore was taken to meet the heavy payments due to the Government of India for supplies made by them. The heavy over-draft of about Rs.90 lakhs in the Personal Deposit account of the Deputy Commissioner, Shimoga was adjusted by obtaining Government sanction. The present cash balance of Rs. 1,22,00,000/- is not sufficient to meet the net balance of about Rs. 3 crores due to foreign supplies. A lump payment of Rupees one and a half crores has since been made to the Government of India. This shortage in the cash position is mainly due to the losses ~~of Food supply operations~~ amounting to Rs. 2,34,00,000/- incurred so far on Food supply operations which have not been so far recouped.

PURCHASES.

Foodgrains worth Rs. 3,01,62,312-15-4 were purchased locally (statement 1V) as against only Rs. 63,80,616-6-5 in the previous half year which was characterised by - - scarcity conditions. As against this, the ~~xxxx~~ foreign purchases dropped from Rs. 5,09,55,128-12-9 to Rs. - - - 1,55,04,279-5-10 (statement 1V (a). The balance under -- Local purchases payable was Rs. 24,77,356-6-5. Out of - this, Rs. 6,00,000/- is due on purchase of Fuel and Charcoal in Bangalore City and the balance is distributed over - - several districts.

SALES.

The sales of foodgrains during the half year amounted to Rs. 4,54,73,023-12-2 as compared with Rs.5,64,87,344-1-10 in the previous half year. The sale proceeds this half year include the value of maize for Rs. 47,70,856-5-0 - - issued to United Provinces, Hyderabad and Indore Governments. The balance under credit sales at the end of the half year was Rs. 92,70,742-1-11. Out of this, Rs. - - - 50,78,170-13-0 is due from foreign administration. This figure includes the cost of maize supplied referred to -- above and Rs. 2,59,062-8-0 on account of sugar supplied to Hyderabad. Reminders are being issued for the early payment of these heavy balances. The balance of Rs. - - - 41,92,571-4-11 was due locally mostly from the C and M Station (Rs.25 lakhs), the Kolar Gold Mining Companies (Rs.1,13,800/-), the Railway (Rs.6,42,000/-) Agricultural (Rs.54,235/-), the Chief Commandant, Mysore State Troops (Rs.3,18,300/-) and other Government Departments. There were no instances of credit sales during the half year - to private parties except in the case of Fuel and Charcoal transactions in Bangalore City. These have been asked to be recovered at once and the procedure of credit sales - stopped in future, as already ordered by Government more than once.

CLOSING STOCK.

Statement V shows the details of Closing stock as on 30-6-47 amounting to Rs. 1,80,08,477-2-9. The closing stock has been taken on the basis of stock verification reports received from the several districts and units. The closing stock has been valued conservatively not exceeding the purchase price or selling price whichever is less, making suitable provision for deterioration and drainage. The heavy stocks of maize, de-hydrated potatoes and milk products which had begun to show signs of deterioration as commented in the last half year's report have been arranged to be disposed off during the half year in a way so as not to result in further loss to - - Government. The closing stock of second-hand gunnies was - - 36,72,766 as against 41,63,130 at the end of last half year. As there is good demand for second-hand gunnies, action is being taken to dispose off the second-hand unserviceable and under-sized gunnies at favourable rates. Balance of 5 lakhs or more have accumulated in Kolar and Shimoga districts. Though a better use of the existing heavy stock of secondhand gunnies is being - - - insisted, fresh gunnies were purchased during the half year to the extent of Rs. 2,35,566-11-0. Proper utilisation of the - existing stock of gunnies before fresh purchases is necessary.

SHORTAGES.

Statement VI shows details of shortages under the several commodities to a total extent of Rs. 2,94,492-8-0. This - - - includes shortages both in transit and storage. Though the -- shortage is high when compared with the total sales of over -- Rs. 4 crores, the percentage of shortage works out to only - - .74%. This is slightly higher than in the previous half year when the shortage was .55%. The excess during this half year is - - mainly due to heavy shortage under maize due to cleaning as the foreign administrations to which we sold the maize refused to - take the stock without cleaning. Consolidated shortage statements are still not being received regularly from a majority of the units.

LORRIES.

There were 155 lorries at the end of the half year under the control of the Food Supplies Department. Over 60 of them were in need of heavy repairs and were not working. Of these, 36 were sold recently in public auction fetching a net sum of Rs. 1,33,626-0-0. This appears to be a good realisation. It therefore appears desirable that the other sick lorries are also disposed off quickly to realise equally good values now fetched. Still on the lorries sold, the net loss over the purchase price is Rs. 91,674/- which is fully covered in the depreciation provided for. Lorry performance statements are not being regularly sent to the Transport Officer for the lorries under the control of the Deputy Commissioners of districts. Statement VII gives details of the performance of lorries at Bangalore under the immediate control of the Transport Officer. The statement shows the proportion of sick lorries as very high and the average mileage per day per working lorry is small and the cost of running one mile is high. Very early action is therefore required to hand over the entire transport work to private people or a new Transport Agency as already ordered by Government so as to avoid further loss.

FINANCIAL RESULTS OF WORKING.

The financial result of working during the half year is a loss of Rs. 25,56,003-15-0. Including the loss of Rs. 1,50,20,119-15-10 in the previous half year, the total loss for the year 1946-47 is Rs. 1,75,76,123-14-10. Out of the loss during the current half year, about Rs. 13 lakhs is due to the bonus given on paddy and millets and the balance due to the subsidy on imported grains, vide statement VIII. This loss does not include the depot charges and purchase of gunnies amounting to Rs. 13,21,460-11-0 which are provided for in the Revenue Budget of the State.

Advances (Debit) Rs. 46,20,899-11-9.

The major portion of this advance is given to foreign

foreign administrations as demanded by them to enable them to commence despatch of foodgrains to the State.

Suspense (debit) Rs. 7,72,149-7-1.

The major portion of this is due to sale proceeds of - - foodgrains misclassified in the Treasury. The Treasuries have been asked to give credit to foodgrains account early.

Capital Account (credit) Rs. 1,36,46,215-9-6.

This head is credited by the amounts drawn from the - - Treasury and debited by the amounts remitted to the Treasury. The balance therefore represents the net balance drawn from the Treasury to finance Food Supply transactions. As against the original advance of Rs. 2,35,00,000/- given by Government, and Rs.90 lakhs drawn during the half year making a total of Rs. 3,25,00,000/-, the reduced balance of Rs. 1,36,00,000/- in the Capital Account shows that the difference has been - - remitted to the Treasury.

Standard Cloth account (credit) Rs. 33,44,463-6-9.

This represents the surplus sale proceeds of Standard - - Cloth initially included in the Foodgrains account at the - - Treasuries. A corresponding debit figure is found in the - - Standard Cloth Balance Sheet.

Transport charges payable (credit) Rs. 34,65,915-6-6.

The major portion of this relates to amounts payable to Railways against credit notes issued; particularly in the - - case of M.S.M.Railway which adjusts its bills through the - - Accountant General, Madras and the Comptroller, there is - - appreciable delay in adjustment.

There are no other items in the foodgrains Balance Sheet (statement III) which call for special remarks.

STANDARD CLOTH ACCOUNT.

Statement 1X A,B,C shows the Standard Cloth accounts. There was a small loss of Rs. 3,425-7-6 during the half year. There is however an up-to-date profit of Rs.1,18,488-10-1 on account of Standard Cloth transactions. Besides this, a sum of Rs. 3,91,624-9-6 has been received as the Mysore Government share of the surplus in the Pool Account of the Government

Government of India. These profits will be adjusted to the credit of the Capital account during this half year when the small closing stock of Rs. 4,481-2-2 is expected to be sold away and the liabilities on account of dyeing charges are -- expected to be cleared.

ACTION TAKEN ON THE PREVIOUS REPORTS.

Government have passed orders on the previous Reports for periods ending June 46 and December 46 and action is -- being taken on the lines of instructions contained therein. After the receipt of replies from the Deputy Commissioners of Districts, a final report will be submitted to Government.

ACCOUNTS OF DISTRICTS AND OTHER UNIT OFFICES.

Statement X shows the several returns due and those - - received from the above offices. It is seen that there is - considerable delay in the submission of the Accounts. Even in the accounts received, the cash and stock portions are -- not completely reconciled. As heavy amounts are involved, the importance of this reconciliation and regular submission of the returns cannot be over-emphasised. To facilitate this - work and to watch the recovery of heavy outstandings referred to below, Government sanctioned one Superintendent to each one of the District offices and units. Postings were made to all the districts and unit offices during this half year and the Superintendents have helped in the compilation of the - - - accounts now submitted.

CENTRAL OFFICE ACCOUNTS.

The Exchange Account, Account Current and the Verification statements of the Personal Deposit account of the -- Director of Food Supplies are being sent monthly to the - - Comptroller. This work is now up to date.

CENTRAL AUDIT.

The pre-audit work is up-to-date. The post audit of - T.A. bills as also audit of bills payable from the Personal Deposit account of the Director of Food Supplies are fairly

fairly current. The post audit of Establishment and Contingent bills is however in arrears on an average by six months due to want of qualified staff. Arrangements are being made to clear these arrears in the next six months.

LOCAL AUDIT.

Statement XI shows the progress of Local Audit in the several districts and other units. It will be seen that the Local Audit is still in arrears by an average of /2 months. This is due to the acute shortage of hands according to the Basic scale and also to the very large number of Government depots numbering over 1,200, subject to Local Audit. There are now over 49 vacancies in the Local Audit staff. The Comptroller has brought to the notice of Government the difficulty of securing staff suitable for the Local Audit work. However, with the limited staff available, preference is given to the audit of closed Foodgrains and Standard Cloth Depots.

OBJECTIONS.

The objections raised during the year in Central Audit are for recovery of amount totalling to Rs.66,168-14-2 and in Local Audit Rs.5,44,366-9-9 Of these, Rs.1,096-8-0 in respect of the former and Rs.1,94,026-5-9 in respect of the latter were recovered during the year. Statement XII shows by districts the objections raised, cleared and pending and the number of Audit Reports issued, received with replies and pending. There is considerable delay in replying to Audit notes and in recovering the amounts objected to. As recoveries become difficult with lapse of time, the disposal of the Audit notes requires the urgent attention of all the administrative officers.

DEFALCATIONS.

Annexure A gives brief details of cases relating to mis-appropriations with manipulation of accounts, simple misappropriations, cases which border on misappropriations like excessive shortages in stock excessive delay in

in remittances etc. The number of defalcations is large though in a way to be expected in a Department like this where comparatively low paid staff dispersed over wide -- areas are in sole custody of valuable stock and cash. In most of these cases, the amounts involved have been or -- are being recovered. But the large number of cases points to the need for special vigilance on the part of the - - - Supervising Officers over the depots in their charge.

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Auditor and Accounting Officer,
Food Supplies Department.

BTS.

STATEMENT NO. I

Consolidated Cash Account of the Food Operations for the period ended 30-6-1947.

Receipts.		Amount.	Payments.		Amount.
Opening Balance:			Cash purchases:		
1) Cash on hand	39,77,664-4-2		1) Local	3,26,55,053-10-11	
2) do at Bank	65,43,419-7-9		2) Foreign	3,14,62,185- 5- 0	
3) In P.D.account	2,96,397-7-6				6,41,17,238-15-11
		1,08,17,481- 3-5	Remittances to Treasury.		2,72,47,213- 8- 9
Sale proceeds:			Transport charges.		35,18,275-10- 1
1) Foodgrains etc.	4,37,83,244-13-11		Hulling charges.		8,24,467- 4- 7
2) Std.Cloth	98,154-14-11		Commission to village officers.		1,03,700- 2- 2
		4,38,81,399-12-10	Miscellaneous charges.		3,25,819- 4- 5
Deposits.		92,569- 3-8	Deposits refunded.		84,216- 5- 7
Amount received from units.		86,23,128- 1-4	Advances paid:		
Refund of advances:			1) Local	95,80,120- 5-10	
1) Local	96,31,252- 7-8		2) Foreign	37,07,856- 2- 3	
2) Foreign.	42,88,613-13-5				1,32,87,976- 8- 1
		1,39,19,866- 5-1	Dead Stock.		8,951-12-3
Miscellaneous receipts.		2,90,375- 1-8	Suspense.		1,62,250- 2- 0
Other receipts.		672-14-0	Advances to other units.		86,23,128- 1- 4
Commission received.		8,787- 0-0	Refunds.		10,562- 2- 7
Refunds receivable.		10,302- 0-0	Closing Balance:		
Commission payable to Comptroller.		11,730- 7-6	1)Cash on hand	23,20,944-15-9	
Suspense.		7,086- 2-0	2)Cash in transit.	6,00,000- 0-0	
A.C.bills drawn.		5,28,89,484- 9-3	3)Cash in Coorg Treasury	1,28,496- 4-1	
			4)Cash at Bank	31,66,099-12-3	
			5) In P.D. account.	60,23,541-14-11	1,22,39,082-15- 0
	Rs.	13,05,52,882-12-9		Rs.	13,05,52,882-12- 9

Auditor and Accounting Officer.

STATEMENT NO. II

Consolidated Trading and Profit and Loss Account of the Food Operations in the State for the half year ended 30th June 1947.

Particulars.		Amount.	Particulars.		Amount.
Opening Stock:			Sales.		4,54,73,023-12-2
1) Foodgrains	1,49,07,035- 5-2		Miscellaneous receipts.		3,26,517-14-11
2) Fuel and charcoal	8,224- 6-0		Closing Balance:		
3) Gunny bags	11,45,236-13-0		1) Foodgrains	1,67,16,242-15-9	
		1,60,60,496- 8-2	2) Fuel and charcoal	8,741- 2-0	
Stock in transit.		899-14-1	3) Gunnies.	12,83,493- 1-0	
Purchases:					1,80,08,477- 2-9
1) Local	3,01,62,312-15-4		Stock in transit.		2,38,032- 9-9
2) Coorg	20,07,516-14-4		Loss.		25,56,003-15-0
3) Foreign	1,34,96,762- 7-6				
		4,56,66,592- 5-2			
Transport charges.		27,90,506- 2-7			
Hulling charges.		12,49,938-11-11			
Commission to Village officers.		2,32,379-10-1			
Miscellaneous charges.		3,37,372- 0-7			
Depreciation.		2,63,870- 2-0			
		Rs. 6,66,02,055- 6-7			Rs. 6,66,02,055- 6-7

TS.

Auditor and Accounting Officer,
Food Supplies Department.

STATEMENT NO. III

Consolidated Balance Sheet as on 30-6-1947.

Liabilities.		Amount.	Assets.		Amount.
Comptroller:			Advances:		
Capital Account - 41 Food Supplies Treasuries.		1,36,46,215- 9-6	1. Parties.	4,07,965- 9-1	
Purchases:			2. Foreign Administration	42,12,924- 2-8	
Parties.	24,77,356- 6-5				46,20,889-11- 9
Foreign.	3,46,30,434- 7-3		Sales dues:		
		3,71,07,790-13-8	1. Parties.	41,92,571- 4-11	
Standard Cloth Account.		33,44,463- 6-9	2. Foreign.	50,78,170-13- 0	
Deposits.		4,40,369-13-2			92,70,742- 1-11
Transport charges payable.		34,65,915- 6-6	Dead Stock.		1,02,304- 9- 6
Hulling charges payable.		16,24,395- 2-2	Suspense.		7,72,149- 7- 1
Commission to Village officers.		2,69,112- 3-10	Closing Stock:		
Miscellaneous charges payable.		96,537- 0-0	1. Foodgrains	1,67,16,242-15-9	
Suspense.		4,400- 0-3	2. Fuel and charcoal	8,741- 2-0	
Depreciation.		23,85,443-11-0	3. Gunnies.	12,83,493- 1-0	
Commission payable to Comptroller.		4,43,159- 5-9			1,80,08,477-2-9
			Stock in transit.		2,38,032-9-9
			Closing Balance:		
			1.Cash on hand	23,20,944-15-9	
			2.Cash in transit	6,00,000- 0-0	
			3.Coorg Treasury	1,28,496- 4-1	
			4.Cash at Bank	31,66,099-12-3	
			5.In P.D.account	60,23,541-14-11	
					1,22,39,082-15-0
			Loss.		1,75,76,123-14-10
	Rs.	6,28,27,802- 8-7		Rs.	6,28,27,802- 8-7

BTS-

Auditor and Accounting Officer.

STATEMENT NO. IV

Statement of Cash Purchases of Foodgrains made during the half year ended 30th June 1947.

Name of Article.	Quantities in pallas and seers except otherwise stated.	Cost.
1. Paddy I	4,61,116-38 Pallas	67,62,054- 9-2
2. Paddy II	8,05,208-26 "	96,10,616-11-11
3. Paddy III	98,270-69 "	10,90,223- 7-10
4. Ragi	3,55,004-56 "	55,97,801- 1-10
5. Rice	147-46 "	4,349-14-8
6. Jola	27,350-56 "	4,27,917- 3-3
7. Other Millets	13,526-98 "	1,83,085-10-10
8. Bajra	1,777-11 "	25,338- 8-0
9. Wheat	968-08 "	29,682-14-8
10. Bengal gram	3,796-11 "	1,56,065-15-3
11. Bengal gram Dhal	8,879-68 "	3,44,671- 8-11
12. Moong	3,644-02 "	1,67,949- 9-9
13. Urdu Dhal	464-70 "	22,646- 3-11
14. Tur	2,382-35 "	1,06,120- 1-4
15. Tur Dhal	7,378-65 "	4,27,604- 9-5
16. Sugar	5,34,309 Mds. 5 Viss.	33,93,325-11-2
17. Jaggery	1,66,737-Mds. 4 Viss.	10,76,582- 8-7
18. Bengal gram flour	3,10,596 lbs.	53,395-15-2
19. Other minor items.		35,119- 8-8
20. Fuel and charcoal		4,18,905- 8-0
21. Kerosene Oil	50,946 -12 Tins.	2,28,855- 9-0
	Total (Local purchases)	3,01,62,312-15-4

Auditor & Accounting Officer,
Food Supplies Department.

CNV/-

STATEMENT NO. IV(a)

Statement showing foreign purchases for the half year ending 30-6-47.

Sl.No.	Particulars.	No.of bags.	Quantity. Mds.	Srs.	Amount. Rs.	A.	P
1.	Pulses Viz.Toor,Moong etc.	23,539	58,916	31	7,64,326	0	3
2.	Bengal Gram & Gram Products.	114281	2,90,611	4	30,65,715	8	7
3.	Rice & Broken rice.	131691	3,12,831	17	49,62,368	13	0
4.	Millets - Jawar,Milo etc.	1,10,068	2,56,316	23	30,15,191	9	6
5.	Imported paddy	95,100	1,33,961	30	11,26,697	0	0
6.	Wheat & Wheat products.	20,063	50,555	14	5,62,463	8	2
				Total	Rs. 1,34,96,762	7	6
7.	Paddy & Rice from Coorg						
	Coorg paddy		Pallas-70,815-60 =		Rs. 9,58,579-15-0		
	Coorg Rice.		—"— 35,907-05 =		Rs. 10,48,936-15-4		
					20,07,516-	14	4
				Grand Total Rs.	1,55,04,279	5	10

Auditor & Accounting Officer,
Food Supplies Department

CNV/-

STATEMENT NO. V

Statement showing the Closing Stock of Foodgrains in the State as on 30-6-1947.

Sl.No.	Name of Article.	Quantity	Cost.
1.	Paddy I	1,39,556-73 Pallas	18,93,733-14-0
2.	Paddy II	2,68,413-93 "	31,15,376- 0-0
3.	Paddy III	46,749-48 "	5,21,880- 0-0
4.	Ragi	3,02,511-28 "	43,98,486-14-0
5.	Jola	42,892-95 "	6,30,132-15-0
6.	Rice I	46,300-90 "	13,36,835- 4-9
7.	Rice II	50,776-65 "	12,60,276- 7-3
8.	Rice III	3,279-51 "	75,350- 2-0
9.	Broken Rice	4,232-93 "	56,567- 6-3
10.	Wheat	5,649-82 "	1,05,040- 1-0
11.	Atta	3,47,797 lbs.	43,278-10-0
12.	Soji	2,53,104 "	46,967-11-0
13.	Maize	2,815-84 Pallas	43,201-12-0
14.	Maize flour	2,07,504 lbs	20,566-13-0
15.	Sugar	2,34,254 Mds.	15,12,378- 15-0
16.	Jaggery	57,389 "	3,03,860-12-0
17.	Same	1,008-79 Pallas	14,109-14-0
18.	Haraka	3,700-96 "	46,961-13-0
19.	Bajara	1,109-05 "	15,493- 2-0
20.	Navane	5,709-07 "	79,456- 1-0
21.	Bengal gram	4,748-77 "	1,69,228-15-9
22.	Bengal gram Dhall	7,509-22 "	2,66,319-10-3
23.	Bengal gram flour	73,595 lbs.	12,249- 7-0
24.	Moong	1,080-26 Pallas	43,719- 3-0
25.	Thur	2,630-40 "	1,15,426- 6-0
26.	Thur dhall	3,524-36 "	1,90,854- 2-0
27.	Groundnuts	15,536-5 Mds.	53,714- 4-3
28.	D.H.Potatoes	8,84,497 lbs.	1,54,045-13-0
29.	Kerosene oil	11,159 Tins	42,590-10-0
30.	Empty Tins	1,628 "	1,096- 8-0
31.	Other Items		86,943- 9-0
	Total Food-grains.		1,67,16,242-15-9
32.	Empty Gunnies	36,72,766	12,83,493- 1-0
33.	Fuel & Charcoal		8,741- 2-0
	Grand Total		1,80,08,477- 2-9

Auditor & Accounting Officer,
Food Supplies Department.

CNV/-

STATEMENT NO. VI

Statement of shortages of Foodgrains at end of 30-6-47.

Sl.No.	Name of Grain	Quantity	Value Rs.
1.	Paddy I	717-34 Pallas	11,482- 0-0
2.	Paddy II	643-83 "	8,691-10-0
3.	Paddy III	116-82 "	1,401-10-0
4.	Rice I	1,433-03 "	44,527-11-0
5.	Rice II	2,644-53 "	79,358- 0-0
6.	Rice III	7-24 "	181- 0-0
7.	Broken Rice	464-76 "	11,619- 0-0
8.	Ragi	831-67 "	13,861- 3-0
9.	Jola	560-52 "	9,342- 0-0
10.	Maize	2,783-92 "	55,678- 6-0
11.	Wheat	617-12 "	20,570-11-0
12.	Atta	27,259 lbs.	4,543- 3-0
13.	Soji	5,180 "	1,151- 0-0
14.	Thur Dhall	18-71 Pallas	1,496-13-0
15.	Bengal gram Dhall	55-35 "	2,604-12-0
16.	Sugar	258 Mds.	1,806- 0-0
17.	Jaggery	918-4 Mds.	5,855- 7-0
18.	Bengal gram	23-33 Pallas	1,036-14-0
19.	Moong	17-14 "	761-13-0
20.	Bajra	58-01 "	928- 3-0
21.	Maize flour	9598 lbs	1,066- 8-0
22.	Dehydrated Potatoes	2552 lbs.	677-14-0
23.	Gunnies	46036	11,509- 0-0
24.	Kerosene oil	143 Tins	750-12-0
25.	Bran		1,345- 0-0
26.	Sugarcandy	5 Mds. 2 Viss.	37- 0-0
27.	Milk Products		306- 0-0
28.	Other Items.		1,903- 2-0
		Total	2,94,492- 8-0

Auditor & Accounting Officer,
Food Supplies Department.

CNV/-

STATEMENT.NO. VII

LORRY PERFORMANCE ~~IN~~ from JANUARY TO JUNE 1947.

1. Average number of Lorries worked every month. 17.
2. -do- Sick -do- 61.
3. -do- Districts -do- 47.
4. Average number of miles per working lorry per day

17 lorries x 181 days = 3077) 79324(26 miles.

5. Working cost.

		Rs.
Repairs and maintenance.	From 32(b) ... 22,028 / Trading account... 13,035	8,993
Petrol		16,919
Miscellaneous		3
Depreciation.		19,000
Establishment		23,850
	Total Rs.	68,765

6. Cost for each working lorry Rs.
per half year 68,765 divided by 17 = 4,045
7. No. of miles run by each working lorry 26 x 181 = 4,706 miles.
8. Cost of running 4,706 miles. ... 4,045 Rs.
9. -do- 1 -do- ... 0-13-2

Auditor & Accounting Officer,
Food Supplies Department.

CNV/-

STATEMENT NO. VIII.

Statement showing Subsidy for the half year ending 30-6-47.

Sl. No.	Particulars.	Quantity Tons.	Purchase price.	Sale price.	Subsidy. Rs.
1.	Imported Rice.	7534	17-2-0 a maund.	33-5-4 a parla	9,14,000/-
2.	" Jowar.	6300	13-9-0 "	16-10-8 "	11,40,000/-
3.	Jowar - Baluchistan.	3042	8-0-0 "	16-10-8 "	1,50,000/-
					22,04,000/-
	Less recovery at 0-8-0 a bag on pulses & grain and other local small margins due to improved rice illuvaries, lower transport cost etc.				9,47,996/-
					Rs. 12,56,004/-

Auditor and Accounting Officer,
Food Supplies Department.

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STATEMENT.NO. IX (a)

Consolidated Cash Account of Standard Cloth transactions
for the half year ending 30th June 47.

	Rs.		Rs.
Opening Balance.	3,46,630-4-1	Dyeing Charges paid.	59,736-4-0
Miscellaneous Receipts.	331-3-7	Controller of Supply Accounts.	7,404-5-0
		Transport Charges.	310-8-0
		Closing Balance.	2,79,510-6-8
Rs.	3,46,961-7-8	Rs.	3,46,961-7-8

Auditor & Accounting Officer,
Food Supplies Department.

CNV/-

STATEMENT NO. 1A (b)

Consolidated Profit and Loss Account of Standard Cloth transactions for the half year ending 30-6-47.

	Rs.		Rs.
Opening Stock.	83,835- 9-10	Sales ...	97,753-9-2
Receipt from Mills.	3,639-11- 0	Miscellaneous Receipts.	331-3-7
Dyeing Charges.	18,205- 9- 7	Closing Stock.	4,481-2-2
Miscellaneous Charges.	310- 8- 0	Loss. ...	3,425-7-6
	05,991- 6- 5		Rs. 1,05,991-6-5

Auditor & Accounting Officer,
Food Supplies Department.

CNV/-

Statement IX(C).

Balance Sheet of Standard Cloth transactions for the half year ending 30-6-47.

LIABILITIES.	Rs.	ASSETS.	Rs.
Capital Account 41(3) Standard Cloth.	35,00,000-0-0	Amount due from Deputy Commissioner.	33,44,463-6-9
Dyeing Charges Payable.	1,148-8-0	Closing Stock.	4,481-2-2
Amount due to Controller of Supply Accounts.	8,817-13-6	Closing Cash.	2,79,510-6-8
Profit. ...	1,18,488-10-1		
Rs.	36,28,454-15-7	Rs.	36,28,454-15-7

Auditor & Accounting Officer,
Food Supplies Department.

CNV/-

STATEMENT NO. I

Statement showing the receipt of periodical Account Returns to end of 30-6-47 from the several unit officers of the Food Supplies Department.

Sl. No.	Name of unit.	Transfer of stock returns. C.S. 14.	Transfer of stock returns. C.S.14(a)	Stock return C.S.16	Cash return C.S.17	Stock verification report.	Shortage statement.	Remarks.
1.	Deputy Commissioner, B'lore.	Dec. 46	Dec. 46	Dec. 46	April 47	June 47	June 45	
2.	do Mandya.	June 47	June 47	April 47	June 47	June 47	do	
3.	do Mysore.	June 47	June 47	June 47	June 47	June 47	do	--Cash & stock accounts have been agreed.
4.	do Hassan.	do	do	do	do	do	do	--Cash and stock accounts have not been agreed.
5.	do Tumkur.	do	do	April 47	do	do	do	
6.	do Kadur.	do	do	Dec. 46	Dec. 46	do	April 47	
7.	do Shimoga.	Nov. 46	Nov. 46	Dec. 46	Feb. 47	do	June 45	
8.	do Chitaldrug.	Dec. 46	Dec. 46	Dec. 46	Dec. 46	do	Dec. 46	
9.	do Kolar.	do	do	do	do	do	Mar. 47	
10.	Rationing officer, B'lore.	--	--	do	do	do	June 45	
11.	do Mysore.	--	--	do	do	do	do	
12.	Asst.Director of Food Supplies(Depots) Bangalore.	--	--	Feb. 47	Feb. 47	do	Mar. 47	

Auditor and Accounting Officer,
Food Supplies Department.

BTS.

Statement No. XI

Progress Report of Local Audit in the several units of ...d Supply Department to end during June 1947.

Sl. No.	Name of Unit.	No.of units to be audited. No.of units.	Period.	No.of units audited so far. No.of units.	Period.	No.of units audited during month. No.of units.	Period.	No.of units in which audit is in progress. No.of units.	Period.	No.of units not yet audited. No.of units.	Period
1.	Rationing office, B.City.	37 depots 19 offices.	30th June 47	2 depots 4 " 2 " 2 " 2 " 15 " 4 offices	31-5-47 30-4-47 31-3-47 28-2-47 31-12-46 31-7-46 30-6-46 30-11-46	2 depots 1 "	31-5-47 31-12-46	1 depot 3 "	30-6-47 31-12-46	1 depot 1 " 4 " 2 " 6 " 5 "	28-2-47 31-1-47 31-3-46 31-12-45 30-6-45 30-4-47
2.	G.C.D. Mysore	25 units	do	1 unit 1 " 22 "	9-4-47 30-6-46 31-12-44	--	--	1 unit	30-6-46	1 unit 2 " 22 "	10-4-47 1-7-46 1-1-45
3.	Rationing officer Mysore	62 depots 27 " 3 offices.	DC. 30-6-47	2 offices 8 depots 62 "	1-1-47 30-6-46 D.C.	3 depots	30-6-46	6 depots 17 " 10 "	" 1-7-46 1-7-45	2 offices 1 "	2-1-47 1-4-46
4.	ADFS. Depots. B'lore.	77 depots	"	15 depots 28 "	D.C. 30-6-46	1 depot	30-6-46	1 Sub godown 7 R. depots	30-6-47 "	10 " 5 " 13 "	30-6-46 1-7-45 1-1-45
5.	Mandya District.	7 taluks & D.C.'s office.	"	3 Tks(part) 2 " 1 " 1 "	31-12-46 " 1-1-45 " 31-12-46 1-1-46	5 Tks (part)	1-1-47	5 Tks (part)	1-1-47	3 Tks(part) 2 " 2 "	1-1-47 1-1-46 1-1-47
6.	Mysore Dist.	10 Tks.& 3 units.	"	1 " 4 Tks. 1 " 4 "	31-3-47 31-12-45 30-6-46 30-6-45	4 Tks (part)	31-12-45	4 Tks (part)	31-12-45	1 " 1 " 4 Tks. 4 "	1-4-47 1-7-46 1-1-46 1-1-46
7.	Chitaldrug Dist.	10 Tks & 2 units.	"	1 " 4 " 2 " 3 "	31-3-47 30-12-46 28-2-47 30-6-45	1 Tk (part) 2 do	31-3-47 31-12-46	4 Tks (part)	31-12-46	1 " 4 " 2 " 3 "	1-4-47 1-1-47 1-3-47 30-6-45
8.	Shimoga Dist.	9 Tks & 2 units.	"	5 " 2 " 2 "	31-12-45 30-6-45 31-12-44	2 Tks (part) 1 Tk.	31-12-45 31-12-45	3 Tks (part)	31-12-45	5 " 2 " 2 "	1-1-46 1-7-45 1-1-45
9.	Kadur Dist.	7 Tks. & D.C.'s office.	"	1 Tk. 4 " 2 "	31-12-46 31-12-46 31-12-45	1 Tk. 2 " part.	31-12-46 31-12-46	1 Tk (part)	1-7-46	3 " 4 "	1-7-45 1-1-47
10.	Hassan Dist.	8 Tks. & 2 units.	"	5 " 3 "	31-12-46 31-12-45	1 Tk (part)	31-12-46	3 Tks (part)	31-12-46	5 " 3 "	1-1-47 1-1-46

D.C. - Date of closing.

of and

Amount proposed for recovery.		ed	No.of units ~~xx~~ of which ~~xxxxxxxxxx~~ audit in progress.		No.of units not yet audited.	
Overpay-ments etc.	Shortage in stock.	ric t.	No.of units.	Period.	No.of units.	Period.
14,449-9-11	2,14,582-12-10	3-47	4 Tks (part)		1 Tk (part)	1-4-47
		1-47		31-12-46	2 " "	1- 2-47
					4 " "	1-1-47
					3 " "	1-7-45
					4 " "	1-6-47
					3 " "	1-1-47
		5-47	3 Tks		2 " "	1-3-46
		5-47	(part)	31-5-47	1 " "	1-2-47
					1 " "	1-7-45
					KGF. "	1-6-47
7,311- 5-3	24,110-9-8	12-46	5 Tks			
		6-46	(part)	31-12-46	5 " "	1-1-47
		3-46	1 do	30- 6-46	2 " "	1-7-46
					1 " "	1-4-46
					3 " "	1-1-46

Auditor and Accountin, Officer,
Food Supplies Department.

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P. T. O.

No.of units audited so far.		No.of units audited during the month.		No.of units ~~xxx~~ of which ~~xxxxxxxxxxxx~~audit in progress.		No.of units not yet audited.	
No.of units.	Period.	No.of units.	Period.	No.of units.	Period.	No.of units.	Period.
Tk(part)	31-3-47	1 Tk(part)	31-3-47	4 Tks(part)		1 Tk(part)	1-4-47
" "	31-1-47	2 " "	31-1-47		31-12-46	2 " "	1- 2-47
" "	30-6-45					4 " "	1-1-47
						3 " "	1-7-45
" "	31-5-47						
" "	31-12-46						
" "	31-5-46	4 Tks				4 " "	1-6-47
" "	31-1-47	(part)	31-5-47	3 Tks		3 " "	1-1-47
" "	30-6-45	KGF "	31-5-47	(part)	31-5-47	2 " "	1-6-46
"	31-5-47					1 " "	1-2-47
						1 " "	1-7-45
						KGF. "	1-6-47
" "	31-12-46	1 Tk(part)	31-12-46	5 Tks			
" "	30-6- 46	1 " "	30- 6-46	(part)	31-12-46	5 " "	1-1-47
" "	31- 3-46	1 " "	31- 3-46	1 do	30- 6-46	2 " "	1-7-46
" "	31-12-45					1 " "	1-4-46
						3 " "	1-1-46

Auditor and Accounting Officer,
Food Supplies Department.

Progress Report of Local Audit in t

Sl. No.	Name of Unit.	No.of units to be audited.		No.of units audited so far.		
		No.of units.	Period.	No.of units.	Period.	
1.	Rationing office, B.City.	37 depots 19 offices.	30th June 47	2 depots 4 " 2 " 2 " 2 " 15 " 4 offices	31-5-47 30-4-47 31-3-47 28-2-47 31-12-46 31-7-46 30-6-46 30-11-46	
2.	G.C.D. Mysore	25 units	do	1 unit 1 " 22 "	9-4-47 30-6-46 31-12-44	
3.	Rationing officer Mysore	62 depots 27 " 3 offices.	DC. 30-6-47	2 offices 8 depots 62 "	1-1-47 30-6-46 D.C.	
4.	ADFS. Depots. B'lore.	77 depots	"	15 depots 28 "	D.C. 30-6-46	
5.	Mandya District.	7 taluks & D.C.'s office.	"	3 taks(part) 2 " 1 " 1 "	31-12-46 1- 1-45 31-12-46 1- 1-46	
6.	Mysore Dist.	10 Tks.& 3 units.	"	1 " 4 taks. 1 " 4 "	31- 3-47 31-12-4 30- 6-4 30- 6-4	
7.	Chital drug Dist.	10 Tks & 2 units.	"	1 " 4 " 2 " 3 "	31- 3- 30-12- 28- 2- 30- 6-	
8.	Shimoga Dist.	9 Tks & 2 units.	"	5 " 2 " 2 "	31-12 30- 6 31-12	
9.	Kadur Dist.	7 Tks. & D.C.'s office.	"	1 tk. 4 " 2 "	31-12 31-1 31-1	
10.	Hassan Dist.	8 Tks. & 2 units.	"	5 " 3 "	31-1 31-1	

Sl. No.	Name of unit.	Total No.of units to be audited.		
		No.of units.	Period.	
11.	Tumkur Dist.	10 Tks. & D.C.'s office.	30-6-47	
12.	Kolar Dist.	11 Tks & KGF. area.	do	K
13.	B'lore Dist.	11 Tks. & D.C.'s office.	do	5 2 1 3

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D.C. - Date

STATEMENT NO. 12.

Statement showing the details of number of objection statements issued, amount put up for recovery, those remedied and balance outstanding on 30-6-1947.

Sl. No.	Units.	No.of O.I.statements. O.B. on 1-7-46.	Issued.	Remedied.	Balance.	Amount outstanding on 1-7-46.	Current. Amount objected to for shortages in stock.	Current. Excess payments and amounts objected to for want of vouchers etc.	Current. Short remittance.	Total.	Total including opening balance.	Amount recovered or adjusted.	Balance outstanding on 30-6-47.
1.	B'lore.	13	28	--	41	192197-8-7	65810-2-6	8836-13-11	15631-11-3	90278-11-8	282476-4-3	30635-7-2	251840-13-1
2.	Kolar.	57	52	--	109	88514-6-4	7674-3-5	14421-12-8	1701-2-8	23797-2- 9	112311-9-1	5915-2-10	106396- 6-3
3.	Tumkur.	72	43	--	115	27610-15-1	26705-1-8	4420- 5-8	--	31125-7- 4	58736-6-5	4031-13-6	54704-8-11
4.	Hassan.	147	10	--	157	152971-8-8	73995-9-5	--	--	73995-9- 5	226967-2-1	40286-5-9	186680-12-4
5.	Shimoga.	23	47	13	57	357993-12-10	16897-0-5	33294- 7-5	--	50191-7-10	408185-4-8	77171-7-6	331013-13-2
6.	Kadur.	25	23	4	44	84405-4-10	75850-4-2	45046- 6-4	--	120896-10-6	205301-15-4	3107-3-4	202194-12-0
7.	Chitaldrug.	52	45	-	97	69132-3-5	44915-13-4	51407-14-10	--	96323-12-2	165455-15-7	2828-15-11	162626-15-8
8.	Rationing Office, B'lore.	158	26	116	68	188344-0-2	37756-13-9	257- 8- 8	--	38014-6-5	226358-6-7	16357-8-9	210000-13-10
9.	do Mysore.	90	19	-	109	20367-9-0	17626- 1-7	--	2117-4-1	19743-5-8	40110-14-8	13692-5-0	26418-9-8
10.	Mysore.	40	--	-	40	87847-15-4) Figures not received.					87847-15-4	--	87847-15-4
11.	Mandya.	90	--	-	90	132290-1-7)					132290-1- 7	--	132290-1- 7
12.	Central Audit office.	--	--	-	-	15925-9-0	--	66168-14-2	--	66168-14-2	82094-7- 2	1096-8-0	80997-15-2
		767	293	133	927	1417600-14-10		223854-3-8	19450-2-0	610535-7-11	2028136-6-9	195122-13-9	1833013-9-0
							367231-2-3						

Auditor and Accounting Officer,
Food Supplies Department.

10/10/47

BTS.

ANNEXURE "A"

Statement showing cases of defalcations and other irregularities.

I. Misappropriation with manipulation of accounts:-

CHITALDRUG DISTRICT.

1). While working out the loss incurred in Nanivala Sales Depot, it was noticed that in the Challakere Taluk Standard Cloth Reserve Depot, the following balances of stock on 31-3-46 were not carried forward and that the amount realised by their disposal if any, was not remitted.

			Qty.	Cost.
STD.20 -	32x40	Twill	117 Yds	- 55-6-1
	27x38	Shirting	48 "	- 13-0-0
	49x8/2	Dhoties	452 "	- 225-6-7
STD.14 -	27x38	Shirting	47½ "	- 16-9-3
	35x38	do-	658 "	- 299-4-8
			1322½ "	Rs. 609-10-7

The Amildar was immediately informed of the fact and was requested to arrange to recover the value of these and other shortages aggregating in all, to Rs. 1,105-15-9, pending detailed audit.

The amount has not yet been recovered and a report has also been made to the Deputy Commissioner in June 47 in this behalf.

2) During compilation of half yearly accounts at Hiriyur, the following irregularities were noticed in the Reserve Depot.

(i) On 29-8-46, one bag of sugar is reduced from the stock ledger balance with the narration that it was issued to a rural sales Depot. This was neither supported by an invoice nor by an entry in the Daily statement of issues of that date. There is also no receipt of this commodity in any of the rural Sales Depots of the Taluk.

(ii) On 4-10-46 the following commodities are shown in the Daily statement of issues as issued in favour of a rural sales depot.

Jola - 36-00 pallas (40 bags)
Fine rice 1-80 " (2 ")
Sugar ½ bag.

But the rural sales depot in question has taken to account only 36.00 of jola. None of the three copies of the relative invoice is available, even the office copy in the invoice book having been torn off.

(iii) In January 47, while the total issues of sugar for the month is actually 31 bags, the total has been deliberately put down 33 bags and the balance is accordingly reduced. None of the rural sales depots in the Taluk show extra receipt; the aggregate receipt of sugar in all the rural sales depots put together being only 31 bags. The total amount involved in these cases is Rs. 276-9-0.

A criminal case has been launched against this depot clerk and it is proceeding in the Magistrate's Court.

3. Certain stocks deppatched to Chikkondanahally Sales Depot from Chitaldrug Taluk Reserve Depot were not taken to account by by the Sales Depot Clerk; and after the fact was noticed, criminal proceedings were taken against the Sales Depot Clerk. He was acquitted by the Magistrate and the Magistrate has remarked in his judgement that the evidence brought out by two prosecution witnesses, viz. Reserve Depot Clerk and the Special Sheristedar

indicated that they were negligent in their duty and that their evidence was not worthy of belief.

The Deputy Commissioner has ordered that the value of losses on this account should be recovered from these officials.

2. R.O.BANGALORE.

The Ration Officer reported to the Director of Food Supplies in his letter dated 5-5-47 that Manager of Sales Depot No.15 in I Dn. Bangalore City was responsible for removing some portion of stock in the existing bags and rebagging the removed stock to make up shortage in the number of bags. The Manager was placed under suspension. In the course of audit of the accounts of this depot it was found that this Manager was responsible for a total shortage of Rs. 570-7-0 for his period viz. 22-8-46 to 5-4-47. While the shortage for the period ending December 46 was only Rs. Rs. 28-12-0, it was found to be so large as Rs. 541-11-0 for the period January to April 47. The Rationing Officer has recovered Rs. 374/- on 9-6-47 and there is still a balance of Rs. 196-7-0 remaining to be recovered. The Manager was also found responsible for the following irregularities:-

a) Issuing bills but not entering them in the sales abstract and so not remitting collections.

b) Overwriting and altering entries in sales abstract books to smaller quantities and amounts than those in bills, remitting smaller amounts to the Bank.

c) Making entries of sales of larger number of commodities in the sales abstract books than those in the bills, remitting the cost of the former to the Bank.

d) Making entries of sales of a larger quantity of the same commodity in the sales abstract books than that in the bills, remitting the cost of the former to the Bank.

e) Making entries of bills twice in the sales abstract books and remitting the amount of both to the Bank.

f) Entering commodities and quantities in the sales abstract book different from those in bills though the total of the bills and that of the entries in the abstract was the same.

~~Thexkmtmkxxmmmmtxxofxirmdmixxithixxdmfi~~

3.HASSAN DISTRICT.

In the Purchase Depot attached to the mill at Channarayapatna the amounts for the purchase of foodgrains paid previously were again paid for the second time as under:-

	Amount	Date of I payment.	Date of II payment.
1.	247-8-0	6-2-46	26-3-46
	23-8-0	23-2-46	29-3-46
	275-5-0	21-2-46	26-3-46
	50-1-0	13-3-46	28-3-46
	596-6-0 Total		

a) While in the cases of payments made for the first time, acknowledged with full and clear signatures had been obtained, the acknowledgements in respect of the payments made subsequently, were over thumbmarks and different signature.

b) In the same depot certain payments for stocks not received have have also been made as shown below:-

1. Rs. 216-3-0 cost of 20 pallas 11 srs of III paddy.
2. Rs. 674-6-0 do 57 " 37 " of II paddy.

In the above cases the references given to the C.S.11(a) quantities of paddy had not also been included in the stock consolidation registers.

II. Misappropriation.

7. BANGALORE DISTRICT.

Thippasandra Purchase & Sales Depot, Magadi Taluk.

9. During the period from 1-7-45 to 15-12-46 the following irregularities were noticed.

Short recoveries not accounted for:-

The total amount due for recovery on these accounts amounted to Rs. 2843-0-3. If the supervision staff had exercised the prescribed scrutiny of the accounts of the depot periodically, these irregularities could have been avoided.

In addition to the above, it was noticed during audit that some H.S.3 receipts have been issued by the Depot clerk without taking the relative stocks to Government accounts. As payments have not been made for such stocks, the total amount due for recovery on this account was required to be arrived at by the Administration in the audit report issued on this behalf.

Devanahalli Taluk.

8. In the Standard Cloth Sales Depot at Devanahalli:-

10. A total sum of Rs. 1045-5-9 being the sale proceeds of standard cloth from 1-4-46 to end of 2/47 was not remitted to the treasury. This fraud was facilitated by the failure of the supervision staff to check the accounts of the depot periodically. This irregularity was noticed during the half yearly compilation of accounts to end of December 46. A sum of Rs. 400/- was recovered towards the above on 11-4-47 leaving a balance of Rs. 645-5-9 for being recovered.

9. Combined Depot at Solur & Banavadi, Magadi Taluk:-

11. It was noticed during the compilation of half yearly accounts to end of December 46, that the concerned depot clerk had absconded with the sale proceeds and the books and a preliminary report was sent to the Deputy Commissioner, Bangalore District and a total sum of Rs. 954-10-3 was noted for recovery after completion of audit.

The concerned clerk who was subsequently traced is now being prosecuted in the Ist Class Magistrate's Court, Closepet.

10. In Kankanhalli Talu:-

12. A total sum of Rs. 3995-3-0 being the sales proceed observed to have not been remitted to the treasury, during the compilation of half yearly accounts to end of December 46. A sum of Rs. 1965-3-0 was recovered leaving still a balance of Rs. 2030/-.

The Deputy Commissioner Bangalore District has been requested to expedite recovery of the balance and take suitable disciplinary action.

CHITALDRUG DISTRICT.

11. An instance of heavy loss to Government occured in Nanivala Sales Depot in Challakere Taluk. The entire loss occured during a period of only five months from 26-2-46 to 26-7-46. As the account records of the depot for this period were not made available by the Amildar on the ground that they were taken away by the Depot Clerk, the accounts were built up afresh and the precise loss to Government was thus worked out.

The loss involved was Rs. 3816-12-7. The amount is not yet recovered. Criminal proceedings have been taken against the Depot Clerk.

R.O. Bangalore.

12. The Head Clerk of the office of the Special Officer, Fuel Supplies did not take to the cash book on 3-10-45 a sum of Rs. 511-5-0 which was the amount of pay bill for September 45. He made payments out of this to an extent of Rs. 386-3-0 on the same day but di

did not charge this amount in the cash book. The balance - - of Rs. 125-2-0 was disbursed on 6 and 26-10-45 and charged in the cash book. This amount must have been obviously paid by him from salary drawn for other officials but remaining unpaid. He also made overpayments of salary to the extent of Rs. 30-14-0. The total amount of Rs. 156/- for which he had to account was made good by him as follows:-

a) Rs. 46/- by making payments to officials and not charging it in the cash book.

b) Rs. 110/- in cash on 23-12-46 when the misappropriation was found out. The official was reverted to his original appointment in the Police Department.

HASSAN DISTRICT.

15. In the Hebbale Sales Depot in Arkalgood Taluk, the depot clerk had stated, that he had paid the sales proceeds of the depot of - - 6-8-46 amount to Rs. 182-14-10 to the Patel of the Village for - - remittance to the treasury. The Patel when questioned, as to why he had not remitted the amount to the Treasury, flatly denied - having received this sum from the depot clerk, whereupon the clerk was called upon to produce the acknowledgement of the Patel for - having received the sum. As the sales abstract book in which the alleged payment was recorded and acknowledged was not produced, the Depot Clerk was called upon to make good the sum. The amount of Rs. 182-14-10 was recovered from the depot clerk and remitted to the Arkalgood Taluk Treasury during January 47. The matter was reported to the Deputy Commissioner of the District for kind necessary action Report of action taken has not been received and the Deputy Commissioner has been reminded in the matter.

SHIMOGA DISTRICT.

16. In the Santhebennur Depot in Chennagiri Taluk receipts were given to parties for stock though it was not actually received. The Taluk Office was paying money to parties on the authority of receipts given to them by the depot clerk, without verifying the receipt of stock in the return of the depot. Consequently during 1945, a total stock of 54 pallas of ragi, 2 pallas and 70 seers of jola and 7 pallas and 8 seers of navane at a total cost of - - Rs. 839-6-0 has been paid without actual receipt of stock.

In the same depot, stock was being taken to account though it was not actually received in the depot but left with the parties. Muchalikas were however being taken from them. As a result of this unauthorised procedure, during stock taking, a total stock of - 172 pallas and 40 seers of ragi valued at Rs. 2758-6-0, was recovered as found short at the end of December 45 including the stock left with the parties. The amounts involved have been asked to be - - recovered early. Report of action taken to make good the loss is awaited.

18. TUMKUR DISTRICT.

17. The depot clerk of the Vadanakal Sales depot, Pavagada Taluk who was in charge since 27-9-46 was stated to have absconded on or about the 27th January 47 with the sale proceeds of January 47, after either hiding or destroying the registers relating to this period, in the absence of which, the position of the Depot was evaluated from the entries in the records maintained in the Taluk office and the Taluk Reserve Depot and the remittances made to the Treasury and the balance of stock on hand. The difference between the total sale realisations and the amount remitted was found to come up to Rs. 580-11-7. As the Patel's dereliction of duty in - entrusting the sale proceeds to the hands of the Depot Clerk instead of remitting the amount himself gave room to the Depot Clerk to misuse the amount a sum of Rs. 580-11-7 against which Rs. 563-5-3 was recovered from the Patel leaving a closing balance of Rs. 17-6-4.

There is a security deposit of Rs. 15/- belonging to the Depot Clerk and action is being taken to recover the balance of - Rs. 2-6-4.

R.O.MYSORE.

16. Two cases of defalcation of sale proceeds of Rs. 58-7-0 and Rs. 62-9-0 on 22-9-45 to 1-3-46 respectively by the depot Managers of the Lashkar Emergency Depot were noticed. The detailed audit of accounts from 1-1-45 to 30-6-46 disclosed a further shortage in cash of Rs. 146-9-3 due to short recovery in cash bills. There was also a heavy ~~inadmissible~~ inadmissible shortage in good worth - Rs. 688-15-5 which has been apportioned among the 3 Managers concerned for recovery. The amounts of Rs. 58-7-0 and 62-9-0 have been recovered. The recovery of the cash sale shortage of Rs.146-9-3 and the apportioned amount of Rs. 688-15-5 shown below has been called for.

S.Siddiah	= Rs. 115- 6-5
B.Basavaraju	= Rs. 230- 4-8
H.S.Rangaswamy	Rs. 343- 4-10
	Rs. 688-15-5

In reply to an enquiry regarding the disciplinary action taking in this connection the Rationing Officer reported that a severe warning has been administred to both the Managers for the first time.

MYSORE DISTRICT.

17. 10 Pallas of Kaddi rice and 8 pallas of C.C.rice were issued from the Gargeswari Purchase Depot to the Gargeswari Cooperative Society without recovering the cost of Rs. 406-12-0 involved before the issue. Whether the amount was paid by the Society and the Depot Clerk defalcated it or the payment has not been made was not ~~xkark~~ clear. Though the objection statement was issued to the Amildar so long back as 31-1-46 and no recovery has so far been made and the matter is stated to be under investigation.

III. Non-Accountal of Stock.

KADUR DISTRICT.

20.
~~18.~~ In the Chickmagalur Central Depot rice and ragi valued Rs. 567/- were shown as received according to the acknowledgement in the invoice covering the consignment. But the entire quantity ~~xxxx

IV. Heavy shortages of stock (Contd)

Rationing Officer, Bangalore:

25. In the Fuel Depot No.2 in 1st Division, Bangalore City, - - amount of inadmissible shortage of fuel and charcoal was so heavy as Rs. 1,942-13-3 for the period July 45 to March 46. The - - percentage of shortage was so high as 28 in Casuarina and kindred fuels and 49 in jungle fuel. This out of all proportion to the shortages noticed in the other depots in the same period. The Rationing Officer has been asked to recover the value of the - - excess shortage. The Rationing Officer has also been asked to - investigate how far the supervising staff were responsible for - the slackness of the work, as the continued existence of shortages should have naturally aroused a suspicion and action - - - should have been taken in the earliest opportunity.

26. The following irregularities were noticed in the Reserve - - Fuel Depot No.1, Bangalore City:

a) The amount of inadmissible shortage in this depot was so high as Rs. 6,364-6-0. The percentage of shortage in jungle - - fuel was 28.5 and in Dindiga 13.4.

b) Stock supplied to the extent of Rs. 2,596-15-0 was found to have not been taken to account in this depot.

c) No account of empty gunnies was maintained. An amount of Rs. 2,446-4-0 was due on account of non-existent bags.

d) There is a total shortage of 292 jungle charcoal bags -- valued Rs. 839-8-0.

e) A short collection in sales to an extent of Rs.53-3-0 -- was also noticed.

f) Charges for transporting fuel to private people in - - Government lorries to an extent of Rs.136-13-0 remained unrecovered.

g) Credit sales were being made contrary to Government - - Order on this subject. The irregularities have been asked to be stopped at once and value of shortages and short accounting to be recovered and disciplinary action to be taken.

27. 25. A sum of Rs. 1700-4-0 is the amount of inadmissible shortage in the Fuel Sales Depot in 1X Division, Bangalore City for the period July 45 to December 46. The percentage of shortage was so high as 18.8 in Kamara fuel and 33.1 in Jungle fuel. The Rationing Officer has been asked to recover the amount. He -- also has been asked to assess the extent of responsibility of the Inspecting staff for the slackness on their part if the -- amount is not recovered from the officials responsible.

28. In depot No.12, VI Division, Bangalore City, the shortage under jaggery is the heaviest of all depots costing Rs.786/-. The jaggery was received from the Military Department and - - stocked in this depot. It was transferred to the Government - depots for retail sales and also sold to retailers. As against a total of 50 tons 982 lbs. or 36,612 viss received from the - Military and paid for, only 36,319 visses are taken to account showing a difference of 293 viss in taking the stuff to account. The cost of this has been asked to be recovered from the - --- Inspector ~~xxx~~ or the depot manager who gave an acknowledgement to the Military Department.

Again, as against a total of 14,400 viss shown as issues to different depots, only 14,112 viss were found to have been - taken to account in those depots showing a difference of - - - 288 viss. The cost of this has also been asked to be recovered.

Rationing Officer, Mysore;

27. It is noticed in the audit of accounts of the City Central Depot from 1-7-44 to 30-6-45 that there was a - loss to Government of Rs. 2,842-9-8 being the value of shortages of goods in transit received from the Amildar, T.Narsipur under the following items:

C.S. Rice 50 pallas	42-1/2 seers	..	Rs.1680-13-9
M.P. Rice 1 "	22-1/2 "	..	40-10-8
Kaddi rice 39 "	23-1/2 "	..	1121- 1-3
			Rs.2842- 9-8

The amount has been asked to be recovered early.

28. The audit of accounts of Devaraj Emergency Depot -- from 1-1-45 to 30-6-46 discloses heavy shortage in goods valued Rs. 458-2-4 and this has been objected to for - - recovery from the 3 depot managers in charge during the period.

29. Hassan District.

30. During the period from 1-1-46 to 30-6-47, there was a shortage of 84 pallas and 47-1/2 seers of ragi in the Ragi account of the Purchase depot in Arkalgud taluk. An examination of the details for the shortage disclosed that - - there was wrong totalling resulting in shortage of 70 pallas in April 46 and the rest was shown as actual shortage. The entire quantity was treated as shortage and the cost viz., Rs.1402-14-8 was got recovered from the depot clerk on 30-6-47.

It is since learnt that the depot clerk has been - - transferred to a less responsible post.

V. Over-payment of Salary.

31. Rationing Officer, Bangalore City:

In the course of audit of accounts of the Bangalore - - City Transport Officer's office, it was noticed that pay for the full month was drawn and disbursed to the staff though in the attendance register they were definitely marked absent or no attendance was marked for them. The amount of salary over-paid in this way amounted to Rs.596-7-0. This amount has been asked to be recovered early.

VI. Avoidable and fictitious claims.

Tumkur District:

32. Certain wagons containing foodgrains booked to Tumkur -- were received at the railway station. Parts of the consignmen were unloaded at the railway station and some other wagons -- were re-booked to other rail-head places in the district by way of diversion of wagons as received. The contractor -- in charge of loading and unloading work tendered claims not only for the wagons unloaded at the railway station but also for those which were diverted to other places on the ground that the bags in the diverted wagons were unloaded and re-loaded on percentage basis. Even taking this as correct, it is clear that all the bags were not unloaded and loaded and - that the claim for the loading and re-loading the entire - - contents besides being unnecessary were also fictitious. Audit objected to the payment of unloading charges of - - -

charges of Rs. 1,010-15-0 thus paid to the contractor in respect of the directed supply. But, a sum of Rs.250/- only has been recovered so far from the contractor.

Recovery of the balance is being pursued for.

Author and Accounting Officer,
Road Public Department.

Encl.

10/10/47

G. R. S. App. F VI—G 2]

SUBJECT .....

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Recd on 13/2/48
TYPED 13.2.48

Diary No. of letter replied to .....

General and Revenue Secretariat

( )

the *193* .

Date of issue 13th Feby 1948
16/2

Signed by Sir S.K. Iyer

Section.

File No. A 79-47.

Serial No. 2

Proceedings of the Government of His Highness the Maharaja of Mysore

Read— Letter no Fo 3095/Accts dated 10/11th October 1947 from the Director of Food Supplies forwarding a report on the accounts and audit of the Food Supplies Department for the half year ending ~~Order thereon.—No.~~ 30.6.1947 and stating that the loss on food supply operations for the year 1946-47 is Rs. 1,75,76,123-14-10 which is mainly accounted for by subsidy on imported food Grains, that this

May this be—

(i) printed ?

(ii) treated as a standing order ?

(iii) published in the Gazette, English Part ?

(iv) translated ?

(v) placed at the disposal of the press ?

(vi) published in the Gazette, Kannada Part ?

loss will be met out of the
budget provision of
Rs. 1,70,00,000/- and requesting
sanction to write off the entire
loss of Rs. 1,75,76,123-14-10, in the
accounts of 1946-47.

Sanctioned.

Ley w Govt
for Defence

11/2

The D.F.S.
The Comptroller

List of Enclosure
Nil

Copy to A.G.
I.F.S.

Copied by

Examined by

WD 0564—4-PB—22,500 9-1-39

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

R e a d:-

Letter No.FD.3095/Accts., dated, 10/11th October 1947, from the Director of Food Supplies forwarding a report on the accounts and audit of the Food Supplies Department for the half-year ending 30-6-1947 and stating that the loss on food supply operations for the year 1946-47 is Rs.1,75,76,123-14-10 which is mainly accounted for by subsidy on imported foodgrains, that this loss will be met out of the budget provision of Rs.1,70,00,000/- and requesting sanction to write off the entire loss of Rs.1,75,76,123-14-10, in the accounts of 1946-47.

O R D E R NO. S.D. 6654-6 /A.79-47-2;

DATED, BANGALORE, THE 13 FEBRUARY, 1948.

S A N C T I O N E D.

V.V.K. Rao

Secretary to Government,
Food Department.

TO

The Director of Food Supplies in Mysore.
" Comptroller through Finance Dept.

KRG.9.

G. R. S. App. F VI—G. 2]

SUBJECT.....

.....

.....

TYPED 13.3.48

Diary No. of letter replied to .....

General and Revenue Secretariat

( )

the 19 .

Date of issue 15th March 1948

19.3.48

Signed by Mr. G.K. Nag

Dft I

Section

File No. A 79-47

Serial No. 3

Proceedings of the Government of His Highness the Maharaja of Mysore.

Read—

Correspondence ending with Un-official Note No.SD.2133, dated, 3rd March, 1948, from the Director of Food Supplies, furnishing his remarks regarding the accounts of the Food Supplies Department, for the half year ending 30th June, 1947.

May this be—

(i) printed?

(ii) treated as a standing order?

(iii) published in the Gazette, English Part?

(iv) translated?

(v) placed at the disposal of the Press?

(vi) published in the Gazette, Kannada Part?

Order thereon.—No. SD. 6891-902/A79-47-3

DATED, BANGALORE, THE 15th MARCH, 1948.

R E C O R D E D, with the following observations:-

2. ~~Re:~~ Standard Cloth Account. It is observed that the standard cloth account have not yet been completed although ordered by Government in G.O. No.SD. 975-85/A.79-45-12, dated, 24-4-1947. The Work should be attended to without further delay.

p.t.o.

3) RE: PURCHASES: It is observed that nearly Rs. three crores of rupees have to be paid for supplies made mainly by the Government of India and that a sum of Rs. one and half crores has since been paid for. As frequent reminders are being received for the payment of the said balance, the Director is requested to see that the same is paid as soon as possible after getting the necessary stock verification reports.

4) RE: SALES: The balance under credit sales at the end of the half year is Rs. 92,70,742-1-11. This is a large amount and energetic action should be taken to recover the same from the foreign administrations, and for supplies made to the C & M. Station, Bangalore, Mining Companies, K.G.F., and Government Departments. The Director of Food Supplies is requested to send to Government, a classified list showing the amount due from each foreign administration, so that they may be addressed to expedite remittances of the heavy balances.

List of Enclosures

5) RE: CLOSING STOCK: If stock verification is done periodically by responsible officers several mal-practices could be minimised. Though instructions were issued for a proper disposal of the heavy stock of second-hand gunnies, no appreciable action appears to have been taken. The Director is requested to intimate what steps are being taken to minimise losses

Copied by

Examined by

WD 03696—GPB—30,000—2-2-40

88

G. R. S. App. F. G. 3.

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form*).

losses on account of gunnies. He is also requested to see that the monthly stock verification is insisted upon as already directed by Government and that a certificate to that effect is invariably made in the salary bills by the officers concerned.

6) ~~RE.~~ SHORTAGES: It is observed that consolidated shortage statements are still not being received from a majority of the units. This is a disquieting feature, as it indicates non-maintenance on proper lines of basic accounts in the district and taluk offices. The Food Department has now been working for four years and it is high time that these accounts are maintained properly and effective action taken against officials who do not do so. The importance of proper maintenance of these basic account cannot be over-emphasised.

7) ~~RE~~ LORRIES: It is observed that the proportion of sick lorries in the Food Department is very high and the average mileage per day per working lorry is small. Government consider that these are not satisfactory features.

Government have invested a substantial amount over the lorries and it is necessary to see that these are not allowed to lie idle giving room for pilferage of spare parts etc., and to treat them as a scrap in the end. Such of the lorries as are not required may be disposed of immediately so as to avoid heavy recurring charges --

WD 03697—GPB—30,000—2-2-40

on [redacted] their maintenance.

8) RE: FINANCIAL RESULTS OF THE WORKING OF THE FOOD DEPARTMENT:-

The total loss for the year 1946-47 is Rs.175,76,123-14-10 out of which Rs.13 lakhs is the bonus given on paddy and millets and the balance on subsidy due on imported foodgrains. Government trust that the losses during 1947-48 would be kept down to a minimum and there would be no need for such heavy subsidies. Steps should also be taken to get rid of or cut down the salary and the establishment charges in the Department.

9) RE: ACTION TAKEN ON PREVIOUS REPORTS:

Government regret to observe that the action taken regarding the Orders passed on the previous Audit Reports is not prompt.

10) RE: LOCAL AUDIT: This important work cannot be neglected in the interests of State Finances and should be brought up-to-date.

11) RE: AUDIT OBJECTIONS: There has been considerable delay in answering audit objections and in recovering the amounts objected to. The pendency of the objections is very heavy and the Director of Food Supplies should arrange for the speedy disposal of audit notes, fixing suitable responsibility on the officers concerned.

12) RE: DEFALCATIONS: The number of defalcations is heavy and this shows laxity of supervision in many cases.

From

G. R. S. App. F. G. 3.

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form).

From the statement of defalcations enclosed to the Audit Report, it is found that in many cases recoveries are either still pending or the audit reports have not been answered. Unless immediate action is taken, ~~xxxxx~~ prospects of recovery would be ~~xxxx~~ remote. The Director of Food Supplies is requested to issue necessary instructions, so that these irregularities may be dealt with promptly and responsibility fixed, either by enforcing departmental action or by recourse to judicial proceedings.

Secretary to Government,
Food Department.

To

The D.F.S. in Mysore.
" Deputy Commrs. of Districts.
" Comptroller through Finance Dept

Copy to A. & A.O.,
Food Supplies Dept.

KRG.
10.3.4^.

WD 03697—GPB—30,000—2-2-40

(40)

[illegible] of the Accountant General
[illegible] of Madras.

Read:-

Correspondence ending with Un-official Note No.SD.2130, dated, 3rd March, 1947, from the Director of Food Supplies, furnishing his remarks regarding the accounts of the Food Supplies Department, for the half year ending 30th June, 1947.

ORDER NO. J.D. 6891-902/ A79-47-3

D.T.O., BANGALORE, THE 15-IN MARCH, 1947.

1. T A K E N U P F O R , with the following observations:-

2. STANDARD CLOTH ACCOUNT. It is observed that the standard cloth accounts have not yet been completed although ordered by Government in J.C. No.1.-976-6/43-45-18, dated, 05-6-1947. This work may be attended to without further delay.

3. FUNDS. It is observed that nearly Rupees Three Crores have to be paid for supplies made mainly by the Government of India and that a sum of Rupees One and half crores has since been paid for. As frequent reminders are being received for the payment of the balance, the Director is requested to see that it is paid as soon as possible after getting the necessary stock verification reports.

4. BALANCE. The balance under credit also at the end of the half year is Rs.93,70,702-1-11. This is a large amount and energetic action should be taken to recover the same from the foreign administrations, and for supplies made to the C.S.I. Stores, Bangalore, Mining Companies N.S.F, and Government Departments. The Director of Food Supplies is requested to send to Government a classified list showing the amount due from each foreign administration, so that they may be addressed to expedite remittance of the heavy balances.

5. STOCK CHECK. If stock verification is done periodically by responsible officers several mal-practices could be minimised. Though instructions were issued for a proper disposal of the heavy stock of second-hand gunnies, no appreciable action appears to have been taken. The Director is requested to intimate what steps are being taken to minimise losses on account of shrinks. He is also requested to see that the monthly stock-verification is insisted upon as already directed by Government and that a certificate to that effect is invariably made in the salary bills of the officers concerned.

6. [illegible]. It is observed that consolidated statements are still not being received from a majority of the units. This is a disquieting feature, and it indicates non-maintenance on proper lines of basic accounts in the districts and taluk offices. The Food Department has now been working for four years and it is high time that these accounts are maintained properly and effective action taken against officials who do not do so. The importance of proper maintenance of these basic accounts cannot be over-emphasised.

7. LORRIES. It is observed that the proportion of sick lorries in the Food Department is very high and the average mileage per day per carrying lorry is small. Government consider that these are not satisfactory features.

P.T.O.

Government have invested a substantial amount over the lorries and it is necessary to see that these are not allowed to lie idle giving rise for pilferage of spare parts etc., and to treat them as a scrap in the end. Such of the lorries as are not required may be disposed of immediately so as to avoid heavy recurring charges on their maintenance.

8. FINANCIAL RESULTS OF THE WORKING OF THE FOOD DEPARTMENT.

The total loss for the year 1946-47 is Rs.175,70,122-14-10 out of which Rs.13 lakhs is the bonus given on paddy and millets and the balance on subsidy due on imported foodgrains. Government trust that the losses during 1947-48 could be kept down to a minimum and there would be no need for such heavy subsidies. Steps should also be taken to get rid of or cut down the salary and the establishment charges in the department.

9. ACTION TAKEN ON THE AUDIT REPORT. Government regret to observe that the action taken regarding the Orders passed on the previous audit Reports is not prompt.

10. LOCAL AUDIT: This important work cannot be neglected in the interests of State finances and should be brought up-to-date.

11. AUDIT OBJECTIONS: There has been considerable delay in answering audit objections and in recovering the amounts objected to. The pendency of the objections is very heavy and the Director of Food Supplies should arrange for the speedy disposal of audit notes, fixing suitable responsibility on the officers concerned.

12. DEFALCATIONS: The number of defalcations is heavy and this shows laxity of supervision in many cases. From the statement of defalcations enclosed to the Audit Report, it is found that in many cases recoveries are either still pending or the audit reports have not been answered. Unless immediate action is taken, prospects of recovery would be remote. The Director of Food Supplies is requested to issue necessary instructions, so that these irregularities may be dealt with promptly and responsibility fixed, either by enforcing departmental action or by recourse to judicial proceedings.

15/7

Secretary to Government,
Food Department.

To

The Director of Food Supplies in Mysore.
" Deputy Commissioners of Districts.
" Comptroller through Finance Dept.

Copy to the Auditor & Accounting Officer,
Food Supplies Dept.

FRJ (12 x 7).
13.8.47.

42

Appendix F G—11 No. 4

SUBJECT.....

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.....

TYPED 13-3-48

Diary No. of letter replied to.....

General and Revenue Secretariat

( )

the 19 .

Date of issue.....

Signed by .....

List of enclosures .....

Copied by .....

Examined by.....

Dn II

Section

File No. A 79-47

Serial No. 4

15.3.48

No. S.D. 6890.

To

The Collector,
Civil Station,
Bangalore.

Sir,

I am directed to state that the report on the accounts of the Food Supplies Department in Mysore State for the period ending June 1947, has disclosed that a sum of Rs.25 lakhs is due from the Civil Station on account of foodgrains etc., supplied by the State. As this amount is ~~pending recovery~~ outstanding since a long time, I am to request you to be so good as to take immediate action to settle the account within a fortnight and send a report to Government.

I have etc.,

Secretary to Government,
Food Department.

KRG. 10.3.48

12/3

A 79-47-5 AB

5 APR 1948

5938.

No.589-C-48(FD) Office of the Collector & Controller of Civil Supplies, Civil Station, Bangalore, Dated 1st April 1948

To

The Secretary
to the Government of H.H. the Maharaja
of Mysore, Food Department,
Bangalore.

Sir,

Subject:- Civil Supplies - verification of accounts

With reference to your letter No.SD.6890/-A.79-47-4 dated 15-3-48, I have the honour to state that information appears to be incorrect. According to my accounts only a balance of Rs.55,563-0-3 is due to the Director of Food Supplies in Mysore, Bangalore, towards the cost of food-grains supplied to the Station upto end of June 1947. Details for this outstanding balances are given below:-

1.	Supplementary Bill for Bengal Rice	= Rs25,490- 4-0
2.	Cost of undelivered Gram Dhall	= " 6,275- 5-9
3.	Cost of maize	= "23,797-14-6
	Total	= 55,563- 8-3

Item No: 1

This is subsidy payable by Government. The original bill was paid in full. Subsequently, Director of Food Supplies claimed an extra amount of 0-6-0 per maund on 67,974 maunds of Bengal Rice supplied to the Station. The Asst. Director of Food Supplies (Depots), Bangalore City was addressed in this Office letter No. 1536-C-45(FD) dated 10-12-46 to send his bill for the second consignment of 39,907 maunds of Bengal Rice supplied to the Station also so that Government may be addressed for sanction. He is reminded in this Office letter No.1536-C-45(FD) dated 17-2-48 and on receipt of his reply, Government will be addressed for necessary sanction.

Item No.: 2

The actual amount due is Rs.6,274-13-9. The matter which was under correspondence has now been finalised and a refund order has been sent to Director of Food Supplies with this Office letter No.1697-F-47(FD) dated 30-3-48.

Item No.: 3

A quantity of 7,600 bags of maize were despatched to U.P. from the station under instructions from Director of Food Supplies (in his letter No.B.1C.3689/46-47 dated 21-1-47). The cost of this quantity including railway freight and other incidental charges was deducted from the Director of Food Supplies Bill under intimation to Director of Food Supplies. The Director of Food Supplies has in his letter No.SD.969 dated 29-7-47 informs this Department that the freight, incidental charges etc., should be borne by the Station and the U.P. Government would pay only the pool price. Government has therefore to pay this as additional subsidy. This Office has paid additional railway freight on stocks unloaded and delivered to Asst. Director of Food Supplies(Depots), Bangalore, the Rationing Offices, Harihar and Davangere. The matter

p.t.o.,

matter is under correspondence with Director of Food Supplies and when settled, Government will be addressed for sanction to pay the subsidy required.

I have the honour to be,
Sir,
Your most obedient servant,

COLLECTOR & C [illegible] OF
CIVIL SUPPLIES

SRV/2.4(2)

G. R. S. App. F. G. 3

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

ND. SD. 8038 — A 79-47-6 — D. 20.4.68

Encl. as

To The W.T.S.

Sir

With reference to G.O. no SD 6891-902/A 79-47-3 dt 15.3.1948 directing among other things, that the remittance of the heavy balance of Rs. 25 lakhs due from the Civil Station, Bangalore, on account of transit stores supplied by the State for the period ending June 1947 may be expedited, I am directed to forward herewith for favour of necessary action

R.

TYPED 19.4.48

each

a Copy [illegible] letter (Flag P)
no So. 6890/A 79-47-4 of 15-3-48
and the reply (No 5789/C.48 (FD)
of 1.4.1948) received from the
Collector, civil Station, on the
subject.

(X) Copy below typed.

I have etc.

Yours
Secy to Govt
Food Deptt.

Ks
13/4

14/4

6 APR 1948

6012

45

OFFICE OF THE DEPUTY COMMISSIONER,
Food Supplies, Mysore District,
Dated, Mysore, the 2nd April, 1948.

No. C.S.1-Accts. /47.

The Secretary to the Government
of Mysore, Food Department,
Bangalore.

Sir,

Re: Order No. SD. 6891-902/A.79-47-3 dated 15-3-1948.

I have the honour to acknowledge the receipt of your above Order regarding the Accounts of the Food Supplies Department, for the Half year ending 30-6-1947 and to state that extracts have been forwarded to the concerned unit officers for information and immediate needful action in the matter. The progress is however being watched in this office. Regarding Para 7, I am to state that the Government Central Depot Officer has been instructed to send 5 sick lorries to Bangalore and dispense with the services of the concerned drivers and cleaners.

Extract of para 10 has been forwarded to the Assistant Auditor and Accounting Officer, Mysore circle, for expediting the Audit of this district up-to-date. Periodical progress reports are being sent on the Audit Notes of this District to the Auditor and Accounting Officer and the Asst. Auditor and Accounting Officer, for kind information.

This may be placed before Government for their kind information.

I have the honour to be,
Sir,
Your most obedient servant,

Deputy Commissioner,
Mysore District.